WK Group (Holdings) Limited
泓基集團(控股)有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 2535)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2026

INTERIM FINANCIAL HIGHLIGHTS

- Revenue decreased by approximately HK$77.8 million or 47.0%, from approximately HK$165.5 million for the six months ended 30 June 2025 to approximately HK$87.8 million for the six months ended 30 June 2026.
- Gross profit decreased by approximately HK$24.2 million, from approximately HK$25.6 million for the six months ended 30 June 2025 to approximately HK$1.4 million for the six months ended 30 June 2026.
- The Group recorded a loss attributable to owners of the Company of approximately HK$11.6 million for the six months ended 30 June 2026 (six months ended 30 June 2025: a profit of approximately HK$10.8 million).
- Basic loss per share was approximately HK0.58 cents for the six months ended 30 June 2026 (six months ended 30 June 2025: basic earnings per share of approximately HK0.54 cents).
- The Board resolved not to recommend the payment of an interim dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: nil).

INTERIM RESULTS

The board (the "**Board**") of directors (the "**Directors**") of WK Group (Holdings) Limited (the "**Company**") is pleased to present the unaudited condensed consolidated interim financial statements of the Company and its subsidiaries (collectively, the "**Group**") for the six months ended 30 June 2026, together with the comparative figures for the six months ended 30 June 2025.

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

	Notes	Six months ended 30 June 2026 HK$'000 (Unaudited)	2025 HK$'000 (Unaudited)
Revenue	5	**87,756**	165,519
Cost of services		**(86,376)**	(139,942)
Gross profit		**1,380**	25,577
Other income	6	**4**	4
Other gain, net	6	**101**	69
Administrative expenses		**(12,751)**	(12,080)
Impairment losses on financial assets and contract assets		**(156)**	(406)
Operating (loss)/profit		**(11,422)**	13,164
Finance income	8	**58**	93
Finance costs	8	**(83)**	(256)
Finance costs, net		**(25)**	(163)
(Loss)/profit before income tax expense		**(11,447)**	13,001
Income tax expense	9	**(164)**	(2,169)
(Loss)/profit for the period		**(11,611)**	10,832
Other comprehensive expense:			
Item that may be reclassified to profit or loss:			
Currency translation differences		**(313)**	(275)
Total comprehensive (expense)/income for the period		**(11,924)**	10,557
(Loss)/profit for the period attributable to:			
Owners of the Company		**(11,519)**	10,832
Non-controlling interests		**(92)**	–
		(11,611)	10,832
Total comprehensive (expense)/income for the period attributable to:			
Owners of the Company		**(11,832)**	10,557
Non-controlling interests		**(92)**	–
		(11,924)	10,557
(Loss)/earnings per share attributable to owners of the Company			
Basic and diluted (expressed in HK cents per share)	10	**(HK0.58 cents)**	HK0.54 cents

UNAUDITED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2026

	Notes	30 June 2026 HK$'000 (Unaudited)	31 December 2025 HK$'000 (Audited)
Assets			
Non-current assets			
Property, plant and equipment		**17,161**	20,016
Right-of-use assets		**2,980**	6,379
Investments in life insurance contracts		**6,404**	6,303
Deferred income tax assets		**866**	779
		27,411	33,477
Current assets			
Trade and other receivables	*12*	**12,161**	14,275
Contract assets	*13*	**155,258**	149,462
Amount due from the holding company		**33**	18
Income tax recoverables		**2,125**	775
Bank deposit with maturity over 3 months		**5,224**	5,170
Cash and cash equivalents		**324,203**	108,711
		499,004	278,411
Current liabilities			
Trade and other payables	*14*	**29,687**	34,647
Contract liabilities	*13*	**1,948**	1,732
Lease liabilities		**1,575**	4,519
Amount due to a director of a subsidiary	*15*	**234,828**	–
Bank borrowings		**1,111**	1,254
		269,149	42,152
Net current assets		**229,855**	236,259
Total assets less current liabilities		**257,266**	269,736

	Notes	30 June 2026 HK$'000 (Unaudited)	31 December 2025 HK$'000 (Audited)
Non-current liabilities			
Lease liabilities		**48**	594
Net assets		**257,218**	269,142
Capital and reserves			
Share capital		**20,000**	20,000
Reserves		**237,310**	249,142
Equity attributable to owners of the Company		**257,310**	269,142
Non-controlling interests		**(92)**	–
Total equity		**257,218**	269,142

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2026

1. GENERAL INFORMATION

WK Group (Holdings) Limited (the "**Company**") was incorporated in the Cayman Islands on 28 June 2023 as an exempted company with limited liability under Companies Act (as revised) of the Cayman Islands. The address of the Company's registered office is Suite 102, Cannon Place, P.O. Box 712, North Sound Rd., George Town, Grand Cayman KY1-9006, Cayman Islands.

The Company is an investment holding company. The Company and its subsidiaries (collectively referred to as the "**Group**") are engaged in the provision of services for structural steelwork in Hong Kong. On 29 July 2026, the Company's then immediate and ultimate holding company, WK (BVI) Limited, a company incorporated in the British Virgin Islands ("**BVI**") with limited liability, which is beneficially owned as to 30% by the Mr. Chan Kam Kei (executive Director), 30% by Mr. Chan Kam Kong (executive Director), 15% by Mr. Chan Wing Hong (non-executive Director), 15% by Ms. Choi Chick Cheong (non-executive Director) and 10% by Ms. Chan Suk Man (executive Director), entered into the sale and purchase agreement pursuant to which WK (BVI) Limited agreed to sell 780,000,000 shares of the Company (the "**Sale Shares**"), representing approximately 39.0% of the total issued share capital of the Company, to WellLuck Limited, a company incorporated in BVI with limited liability, which is wholly and beneficially owned by Mr. Chan Wing Keung who is a director of a subsidiary of the Company. Upon the completion of sale and purchase of the Sale Shares on 29 July 2026, WellLuck Limited became the ultimate holding company of the Company and Mr. Chan Wing Keung became the ultimate controlling shareholder of the Company.

On 8 March 2024, the shares of the Company (the "**Shares**") were listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "**Listing**") by way of share offer (the "**Share Offer**").

2. BASIS OF PREPARATION

These unaudited interim condensed consolidated financial statements (the "**unaudited interim financial statements**") are 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**") and the applicable disclosure requirements of the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**"). These unaudited interim financial statements have been prepared under the historical cost convention, except for the investments in life insurance contracts, which have been measured at cash surrender value. These unaudited interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Company's annual audited consolidated financial statements for the year ended 31 December 2025.

The accounting policies adopted in the preparation of this unaudited interim financial statements are consistent with those adopted in the Company's annual audited consolidated financial statements for the year ended 31 December 2025, which have been prepared in accordance with Hong Kong Financial Reporting Standards ("**HKFRSs**") (which also include HKASs and Interpretations) issued by the HKICPA, except for the adoption of the amendments to HKFRSs as disclosed in note 3 below.

These unaudited interim financial statements are presented in Hong Kong dollars ("**HK$**") and all values are rounded to the nearest thousand ("**HK$'000**") except when otherwise indicated. These unaudited interim financial statements have not been audited or reviewed by the Company's external auditors, but have been reviewed by the Company's audit committee.

3. APPLICATION OF AMENDMENTS TO HKFRSs

The Group has applied the following amendments to HKFRSs issued by the HKICPA, for the first time, which are mandatorily effective for the Group's annual period beginning on 1 January 2026 for the preparation of the unaudited interim financial statements:

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

The application of the amendments to HKFRSs has had no material impact on the Group's financial positions and performance for the current and prior periods and/or on the disclosures set out in these unaudited condensed consolidated interim financial statements.

4. ISSUED BUT NOT YET EFFECTIVE HKFRSs

The following amendments to standards, and interpretation that have been issued, but are not yet effective for the six months ended 30 June 2026 and have not been early adopted by the Group:

HKFRS 18	Presentation and Disclosure in Financial Statement[1]
HKFRS 19 and Amendments	Subsidiaries without Public Accountability: Disclosures[1]
HKAS 21	Amendments to HKAS 21 – Translation to a Hyperinflationary Presentation Currency[1]
Amendments to HKFRS 10 and HKAS 28	Sale or Contribution of Assets between on Investor and its Associate or Joint Venture[2]

[1] *Effective for annual/reporting periods beginning on or after 1 January 2027*

[2] *No mandatory effective date yet determined but available for adoption*

The Group has already commenced an assessment of the impact of these amended standards and interpretation. According to the preliminary assessment made by the directors of the Company now comprising the Group, no significant impact on the financial performance and positions of the Group is expected when they become effective.

5. REVENUE AND SEGMENT INFORMATION

(i) Disaggregation of revenue from contracts with customers

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Types of service		
Structural steelwork	**87,756**	165,519
Geographical markets		
Hong Kong	**87,756**	165,519
Timing of revenue recognition		
Over time	**87,756**	165,519

(ii) Transaction price allocated to the remaining performance obligation for contracts with customers

The transaction price allocated to the remaining performance obligations (unsatisfied or partially unsatisfied) as at 30 June 2026 and 31 December 2025 and the expected timing of recognising revenue are as follows:

	30 June 2026	31 December 2025
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
Within one year	**216,827**	93,708
More than one year but not more than two years	**148,453**	71,610
	365,280	165,318

Segment information

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

Information reported to CODM for the purpose of resources allocation and performance assessment focuses on the operating results of the Group as a whole as the Group's resources are integrated and no discrete operating segment financial information is available. Accordingly, no operating segment information is presented.

The Group monitors its total assets and liabilities centrally in one single operating segment. The total non-current assets other than financial instruments and deferred income tax assets amounted to HK$9,343,000 (31 December 2025: HK$10,859,000) were located in Hong Kong and HK$10,798,000 (31 December 2025: HK$15,536,000) were located in the PRC as at 31 December 2025.

Information about major customers

Revenue from customers of the corresponding years contributing over 10% of the total revenue of the Group are as follows:

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Customer 1	**21,780**	21,418
Customer 2	**20,073**	70,507
Customer 3	**10,377**	N/A*
Customer 4	**N/A***	24,549

* Represent less than 10% revenue for the respective period.

No other revenue from transaction with a single external customer amounted to 10% or more of the total revenue of the Group for both years.

6. OTHER INCOME AND OTHER GAIN, NET

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Other income:		
– Government grants	**4**	4
Other gain, net:		
– Change in value of life insurance contracts	**101**	110
– Loss on disposal of plant and equipment	**–**	(41)
	101	69
Other income and other gain, net	**105**	73

7. EXPENSES BY NATURE

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Employee benefit expenses (including Directors' remuneration):		
– Directors' fees	**225**	225
– Salaries, wages, bonuses and other welfare and allowances	**17,452**	16,108
– Pension costs – defined contribution plan	**885**	929
	18,562	17,262
Depreciation of plant and equipment	**3,422**	3,229
Depreciation of right-of-use assets	**2,359**	2,801

8. FINANCE (COSTS)/INCOME, NET

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Finance income:		
– Interest income from bank deposits	**58**	93
Finance costs:		
– Interest expense on bank borrowings	**(19)**	(125)
– Interest expense on lease liabilities	**(64)**	(131)
	(83)	(256)
Finance costs, net	**(25)**	(163)

9. INCOME TAX EXPENSE

Pursuant to the rules and regulations of the Cayman Islands and the British Virgin Islands, the Group is not subject to any income tax in the Cayman Islands and the British Virgin Islands.

Hong Kong profits tax is calculated at 16.5% (six months ended 30 June 2025: 16.5%) of the estimated assessable profits during the six months ended 30 June 2026, except for one entity of the Group that is qualified under the two-tiered profits tax rate regime, under which the first HK$2.0 million of its assessable profits are taxed at 8.25% and the remaining assessable profits are taxed at 16.5% (six months ended 30 June 2025: same).

Provision for Mainland China corporate income tax is calculated at the statutory rate of 25% (six months ended 30 June 2025: 25%) on the assessable income.

10. (LOSS)/EARNINGS PER SHARE

Basic (loss)/earnings per share is calculated by dividing the (loss)/profit attributable to owners of the Company by the weighted average number of ordinary shares in issue during the respective period.

	Six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
(Loss)/profit attributable to owners of the Company *(HK$'000)*	**(11,611)**	10,832
Weighted average number of ordinary shares in issue *('000)*	**2,000,000**	2,000,000
Basic (loss)/earnings per share *(in HK cents)*	**(0.58)**	0.54

Diluted loss (six months ended 30 June 2025: earnings) per share for the six months ended 30 June 2026 were the same as the basic loss (six months ended 30 June 2025: earnings) per share as there were no dilutive potential ordinary shares outstanding.

11. DIVIDEND

No dividend has been paid or declared by the Company for the six months ended 30 June 2026 (six months ended 30 June 2025: nil).

12. TRADE AND OTHER RECEIVABLES

(a) Trade receivables

	30 June 2026	31 December 2025
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
Trade receivables	**10,955**	15,541
Less: provision for impairment	**(3,834)**	(3,835)
	7,121	11,706

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

	30 June 2026	31 December 2025
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
0-60 days	**6,132**	7,326
61-90 days	**946**	904
91-120 days	**–**	–
Over 120 days	**3,877**	7,311
	10,955	15,541

The credit terms provided to customers mainly range from 30 to 60 days. The Group's trade receivables are denominated in HK$.

The carrying amounts of trade receivables approximate their fair values.

(b) Other receivables, deposits and prepayments

	30 June 2026	31 December 2025
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
Prepayments	**3,296**	625
Other receivables	**50**	–
Other tax receivables	**660**	950
Deposits	**1,034**	994
	5,040	2,569

The other receivables and deposits are denominated in HK$ as at 30 June 2026 and 31 December 2025. None of the other receivables and deposits were impaired.

13. CONTRACT ASSETS AND CONTRACT LIABILITIES

Included in contract assets/(liabilities) are the following:

	30 June 2026 HK$'000 (Unaudited)	31 December 2025 HK$'000 (Audited)
Contract assets		
Unbilled revenue	**93,156**	77,038
Less: provision for impairment	**(325)**	(193)
Retention receivables for structural steelwork	**65,286**	75,451
Less: provision for impairment	**(2,859)**	(2,834)
Contract assets, net	**155,258**	149,462
Contract liabilities	**(1,948)**	(1,732)

14. TRADE AND OTHER PAYABLES

	30 June 2026 HK$'000 (Unaudited)	31 December 2025 HK$'000 (Audited)
Trade payables	**20,930**	20,373
Retention payables	**2,975**	2,975
	23,905	23,348
Accruals and other payables		
– Accrued staff cost	**2,953**	6,738
– Other accruals and payables	**2,829**	4,561
	5,782	11,299

The trade and retention payables are mainly denominated in HK$ and the carrying amounts approximate to their fair values.

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

	30 June 2026 HK$'000 (Unaudited)	31 December 2025 HK$'000 (Audited)
0-60 days	**8,374**	11,714
61-90 days	**2,564**	2,492
More than 90 days	**9,992**	6,167
	20,930	20,373

15. AMOUNT DUE TO A DIRECTOR OF A SUBSIDIARY

	30 June 2026 HK$'000 (Unaudited)	31 December 2025 HK$'000 (Audited)
Amount due to a director of a subsidiary		
– Mr. Chan Wing Keung	234,828	–

Notes:

1. The amount due to Mr. Chan Wing Keung, a director of Weavers Prefabrication Limited (a subsidiary of the Company), is non-trade in nature, unsecured, interest-free, and repayable on demand.

2. To facilitate Weavers Prefabrication Limited in tendering for potential projects and pursuing new business opportunities, the Group or the relevant subsidiary may be required to demonstrate sufficient financial resources or liquidity to prospective clients as part of the tender process. In this connection, Mr. Chan Wing Keung personally made available a US$40 million credit facility to the Group to satisfy such financial capability requirements.

   As the relevant project was ultimately not awarded to the Group, the credit facility was no longer required and the amount advanced thereunder was fully repaid to Mr. Chan Wing Keung in July 2026.

3. The carrying amounts of amount due to a director of a subsidiary approximate its fair values.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Group is a structural steelwork contractor in Hong Kong, specialising in the supply, fabrication and installation of structural steel for construction projects in Hong Kong. The Group was established in 1999 and has since undertaken structural steelwork in the role of subcontractor. With its two production facilities in Dongguan, the PRC, the Group possesses in-house capacity to process and fabricate structural steel tailored to the specifications of the customers.

The shares of the Company (the "**Shares**") were successfully listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") on 8 March 2024 (the "**Listing Date**") by way of share offer (the "**Share Offer**") (the "**Listing**").

During the six months ended 30 June 2026, the Group's structural steelwork business in Hong Kong navigated an exceptionally challenging and contractionary operating environment. Revenue recorded a reduction of approximately 47.0%, directly reflecting a marked slowdown in overall market tendering activity across both the public and private infrastructure sectors. This industry-wide decline in tender opportunities severely constrained the amount of work completed on awarded contracts by the Group during the period under review.

The significant contraction was further exacerbated by a high comparison base from the six months ended 30 June 2025, during which the Group achieved substantial progress billings driven by intensive acceleration and delivery phases for a private commercial development in Causeway Bay. Compounding these adverse market dynamics, main contractors across the territory faced heightened liquidity constraints and enforced strict budget restrictions, resulting in widespread price depression and compressed commercial margins across newly awarded contracts.

The Group's profit margin profile experienced a visible downward adjustment, driven by structural fixed-cost pressures across both production facilities and administrative overheads. Reduced contract values resulted in lower production throughput and underutilized capacity at the primary steel fabrication facilities in Mainland China, hindering optimal fixed-overhead absorption and depreciation allocation. Concurrently, essential operational overheads in Hong Kong, including specialized technical personnel, site safety compliance, and core administrative costs, remained sticky and relatively inelastic. This dual exposure to mainland manufacturing fixed overheads and elevated Hong Kong operating expenses exerted significant marginal drag on gross profitability relative to the reduced revenue scale.

In response to these cyclical headwinds, management has swiftly implemented a comprehensive strategy centered on operational resilience, cost rationalization, and capital discipline. The Group is actively optimizing supply chain workflows, realigning mainland factory production schedules to match real-time project timelines, and streamlining local Hong Kong administrative structures to eliminate redundant overhead. On the commercial front, the Group maintains a highly selective, value-oriented tendering approach which prioritizes projects with defensible margins and manageable cash-flow profiles.

As at 30 June 2026, the Group had 32 projects (31 December 2025: 30 projects) on hand with backlog value of approximately HK$365.3 million (31 December 2025: approximately HK$165.3 million).

PROSPECTS

Looking ahead, through recent successful bids on several major developments, including infrastructure and public development projects for North District Hospital, Oyster Bay Station, and a local university, the Group has secured approximately HK$365.3 million in contract backlog. This stable backlog provides a stable revenue stream and reinforces the core competitiveness of the Group standing in Hong Kong's structural steelwork sector.

While maintaining an unyielding commitment to excellence in the core structural steelwork business, the Group recognizes the strategic importance of risk diversification under current market conditions. To broaden its earnings base, the Group is proactively expanding into two high-growth sectors, the solar panel market as well as prefabricated accommodation and building materials.

FINANCIAL REVIEW

Revenue

Revenue decreased by approximately HK$77.8 million or 47.0%, from approximately HK$165.5 million for the six months ended 30 June 2025 to approximately HK$87.8 million for the six months ended 30 June 2026, which was mainly attributable to (i) the economic uncertainty in Hong Kong, which in turn reduced the amount of work completed on awarded projects and reduced in the contract sum of the awarded projects; (ii) the slowdown in certification progress during the six months ended 30 June 2026, which in turn impacted the project timeline and revenue recognition; and (iii) the progress of a private commercial development in Causeway Bay during the six months ended 30 June 2025, which contributed a substantial portion of revenue for that period due to project acceleration and significant milestone progress.

Cost of Services

Cost of services mainly comprised cost of materials, subcontracting fees, direct labour costs, transportation and machinery service fees.

The cost of services decreased by approximately HK$53.6 million or 38.3%, from approximately HK$139.9 million for the six months ended 30 June 2025 to approximately HK$86.4 million for the six months ended 30 June 2026. The decrease was primarily driven by the decrease in the amount of work performed.

Gross profit and gross profit margin

Gross profit decreased by approximately HK$24.2 million, from approximately HK$25.6 million for the six months ended 30 June 2025 to approximately HK$1.4 million for the six months ended 30 June 2026. The gross profit margin decreased from approximately 15.5 % for the six months ended 30 June 2025 to approximately 1.6% for the six months ended 30 June 2026. The lower gross profit margin for the six months ended 30 June 2026 was mainly attributable to (i) the lower gross profit margin for the new awarded projects, as the Group adopted more competitive pricing to secure construction projects amidst tightened budgets among main contractors during the six months ended 30 June 2026; (ii) the completion of some projects with relatively higher gross profit margin; and (iii) the extra cost burden incurred from idle plant capacity and under-absorbed fixed overheads.

Other income and other gain, net

For the six months ended 30 June 2026, other income and other net gain included the increase in value of life insurance contracts of approximately HK$0.1 million and the government grants of approximately HK$4,000.

For the six months ended 30 June 2025, other income and other net gain mainly included the increase in value of life insurance contracts of approximately HK$0.1 million and the government grants of approximately HK$4,000, which was partially offset by the loss on disposal of plant and equipment of approximately HK$41,000.

Administrative expenses

Administrative expenses mainly comprised staff costs, motor vehicles expenses, depreciation and exchange differences.

The administrative expenses increased by approximately HK$0.7 million or 5.6%, from approximately HK$12.1 million for the six months ended 30 June 2025 to approximately HK$12.8 million for the six months ended 30 June 2026. Such increase was mainly driven by the increase in staff costs and entertainment expenses.

Impairment losses on financial assets and contract assets

The Group recorded the impairment losses on financial assets and contract assets of approximately HK$0.2 million for the six months ended 30 June 2026 and approximately HK$0.4 million for the six months ended 30 June 2025.

(Loss)/profit for the period

As a result of the foregoing, the profit for the period was approximately HK$10.8 million for the six months ended 30 June 2025 and turned to a loss for the period of approximately HK$11.6 million for the six months ended 30 June 2026.

LIQUIDITY, FINANCIAL RESOURCES AND CAPITAL STRUCTURE

The Group needs to maintain a solid liquidity for working capital to support the Group's business operations. The principal sources of liquidity are equity capital, cash generated from operations and bank borrowings. As at 30 June 2026, the Group maintained a healthy liquidity position with net current assets balance of approximately HK$229.9 million (31 December 2025: approximately HK$236.3 million), bank deposit with maturity over 3 months of approximately HK$5.2 million (31 December 2025: approximately HK$5.2 million) and cash and cash equivalents of approximately HK$324.2 million (31 December 2025: approximately HK$108.7 million), respectively. The bank deposit with maturity over 3 months and cash and cash equivalents were denominated in Hong Kong dollars and in Renminbi ("**RMB**"). The Shares were listed on the Main Board of the Stock Exchange on 8 March 2024. There has been no change in the capital structure of the Company since then. As at 30 June 2026, the capital structure of the Company comprised mainly issued share capital and reserves. The Group also deployed bank borrowings as its financial resources.

Bank borrowings

Bank borrowings as at 30 June 2026 amounted to approximately HK$1.1 million (31 December 2025: approximately HK$1.3 million). The bank borrowings were denominated in Hong Kong dollars and bear interest at floating rates.

Gearing ratio

Gearing ratio is calculated as total borrowings (i.e. bank borrowings and lease liabilities) divided by the total equity as at the respective reporting dates. The gearing ratio decreased from approximately 2.4% as at 31 December 2025 to approximately 1.1% as at 30 June 2026. Such decrease was mainly due to the decrease in lease liabilities as at 30 June 2026.

Net debt to equity ratio

Net debt to equity ratio is calculated as net debts (i.e. bank borrowings and lease liabilities, net of cash and cash equivalents) divided by total equity as at the respective reporting dates.

The net debt to equity ratio was not applicable as at 30 June 2026 and 31 December 2025 as the Group had net cash position.

Treasury Policy

The Group has adopted a prudent financial management approach towards its treasury policy. The Board closely monitors the Group's liquidity position to ensure that the liquidity structure of the Group's assets, liabilities, and other commitments can meet its funding requirements all the time.

Capital Expenditures

For the six months ended 30 June 2026, the Group incurred capital expenditures of approximately HK$27,000 (six months ended 30 June 2025: approximately HK$1.9 million).

CONTINGENT LIABILITIES

As at 30 June 2026 and 31 December 2025, the Group did not have any contingent liabilities.

OFF-BALANCE SHEET ARRANGEMENTS AND COMMITMENTS

The Directors confirm that as at 30 June 2026, the Group did not have any off-balance sheet arrangements or commitments.

PLEDGE OF ASSETS

As at 30 June 2026, the bank borrowings were secured by the life insurance contracts and guaranteed by the Company.

SIGNIFICANT INVESTMENTS, ACQUISITIONS OR DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

During the six months ended 30 June 2026, the Group did not have any significant investments, acquisitions or disposals of subsidiaries, associates and joint ventures.

FOREIGN EXCHANGE EXPOSURE

The Group's revenue from customers is mainly from Hong Kong while the part of materials purchased in the PRC and the fabrication of structural steel mainly operates in the PRC. Accordingly, the revenue is received in HK$ while part of costs arising from the Group's operations are generally settled in RMB. As a result, fluctuations in the value of HK$ against RMB could adversely affect the financial results of the Group. During the six months ended 30 June 2026, the Group did not experience any material difficulties or impacts on its operations or liquidity as a result of currency exchange fluctuation.

The Group did not use any financial instruments for hedging purposes during the six months ended 30 June 2026 and there was no hedging instruments outstanding as at 30 June 2026. The Group will continue to monitor closely the exchange rate risk arising from its existing operations and new investments in future. The Group will further implement the necessary hedging arrangement to mitigate any significant foreign exchange risk when and if appropriate.

FINANCIAL INSTRUMENTS

As at 30 June 2026, the major financial instruments include trade receivables, other receivables and deposits, bank deposit with maturity over 3 months, cash and cash equivalents, trade and other payables, bank borrowings, amount due to a director of a subsidiary and lease liabilities. The management manages such exposure to ensure appropriate measures are implemented in a timely and effective manner.

EMPLOYEES AND REMUNERATION POLICIES

As at 30 June 2026, the Group had 132 employees (31 December 2025: 141 employees) who were directly employed by the Group and based in Hong Kong and the PRC. The Group offers remuneration package to the employees which includes salary and bonuses. Generally, the Group considers employees' salaries based on each of their qualifications, position and seniority. The Group has an annual review system to appraise the performance of the employees, which constitutes the grounds of the decision as to the salary raises, bonuses and promotions. The remuneration of the Directors is decided by the Board upon the recommendation from the remuneration committee of the Company having regard to the Group's operating results, individual performance and comparable market statistics.

EVENTS AFTER THE REPORTING PERIOD

On 29 July 2026, the Company's then immediate and ultimate holding company, WK (BVI) Limited, a company incorporated in the BVI with limited liability, which is beneficially owned as to 30% by the Mr. Chan Kam Kei (executive Director), 30% by Mr. Chan Kam Kong (executive Director), 15% by Mr. Chan Wing Hong (non-executive Director), 15% by Ms. Choi Chick Cheong (non-executive Director) and 10% by Ms. Chan Suk Man (executive Director), entered into the sale and purchase agreement pursuant to which WK (BVI) Limited agreed to sell 780,000,000 shares of the Company, representing approximately 39.0% of the total issued share capital of the Company, to WellLuck Limited, a company incorporated in BVI with limited liability, which is wholly and beneficially owned by Mr. Chan Wing Keung who is a director of a subsidiary of the Company. Upon the completion of sale and purchase of the Sale Shares on 29 July 2026, WellLuck Limited became the ultimate holding company of the Company and Mr. Chan Wing Keung became the ultimate controlling shareholder of the Company.

Saved as disclose herein, there have been no other material events from the end of the reporting period to the date of this interim results announcement.

USE OF PROCEEDS

The Shares were successfully listed on the Main Board of the Stock Exchange on 8 March 2024.

The amount of gross proceeds from the Share Offer is HK$125.0 million and the amount of net proceeds from the Share Offer is approximately HK$91.0 million after deducting underwriting commissions and the expenses relating to the Share Offer (the "**Net Proceeds**").

The Net Proceeds will be used in the manner consistent with that as disclosed in the section headed "Future Plans and Use of Proceeds" of the prospectus of the Company dated 29 February 2024 (the "**Prospectus**"), the details of which are as outlined below:

Purposes	Intended use of Net Proceeds	Utilised amount of Net Proceeds from the Listing Date to 31 December 2025	Utilised amount of Net Proceeds during the six months ended 30 June 2026	Actual amount of Net Proceeds utilised as at 30 June 2026	Unutilised amount of Net Proceeds as at 30 June 2026	Expected timeline for the use of Net Proceeds
	HK$ million	*HK$ million*	*HK$ million*	*HK$ million*	*HK$ million*	
Financing the up-front costs of projects	56.0	56.0	–	56.0	–	N/A
Acquiring a piece of land and setting up a new production facility *(Note)*	33.1	–	–	–	33.1	December 2026
Expanding and strengthening manpower	1.9	1.9	–	1.9	–	N/A
	91.0	57.9	–	57.9	33.1	

Note: The acquisition of a piece of land and set-up of a new production facility has been delayed because the Group is still in the process of identifying a suitable factory site.

As at the date of this results announcement, there was no further change for the intended use of Net Proceeds as disclosed in the Prospectus.

FUTURE PLAN FOR MATERIAL INVESTMENTS AND CAPITAL ASSETS

Save as disclosed in the section headed "Future Plans and Use of Proceeds" of the Prospectus, as at 30 June 2026, the Group did not have other plans for material investments and capital assets.

DIVIDEND

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

CORPORATE GOVERNANCE CODE

The Company is committed to ensuring high standards of corporate governance and business practices. The Company's corporate governance practices are based on the Corporate Governance Code (the "**CG Code**") as set out in Appendix C1 of the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**"). During the six months ended 30 June 2026, the Company has complied with the applicable code provisions of the CG Code.

MODEL CODE FOR SECURITIES TRANSACTIONS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") as set out in Appendix C3 to the Listing Rules as the required standard for securities transactions by Directors. All Directors, after specific enquiries by the Company, confirmed that they have complied with the required standard set out in the Model Code during the six months ended 30 June 2026.

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

No purchase, sale or redemption of the Company's listed securities was made by the Company or any of its subsidiaries during the six months ended 30 June 2026.

SHARE OPTION SCHEME

Written resolutions were passed on 5 February 2024 to adopt the share option scheme (the "**Scheme**"). The principal terms of the Scheme are summarised in the paragraph headed "D. Share Option Scheme" in Appendix V of the Prospectus.

No share options have been granted, exercised, cancelled, forfeited or lapsed under the Scheme during the six months ended 30 June 2026. The Scheme will remain in force for a period of 10 years after the date of adoption.

MANAGEMENT CONTRACT

No contract, other than a contract of service with any Director or any person in the full-time employment of the Company, concerning the management and administration of the whole or any substantial part of the business of the Company was entered into or existed during the six months ended 30 June 2026.

SUFFICIENCY OF PUBLIC FLOAT

Based on information that is publicly available to the Company and within the knowledge of the Directors, at least 25% of the Company's total issued share capital was held by the public during the six months ended 30 June 2026.

AUDIT COMMITTEE

The Company established an audit committee with written terms of reference in compliance with Rule 3.22 of the Listing Rules and paragraph D.3.3 of part 2 of the Corporate Governance Code. The primary duties of the audit committee are, among others, to make recommendations to the Board on the appointment, reappointment and removal of external auditor, review the financial statements and material advice in respect of financial reporting, oversee the financial reporting process, internal control, risk management systems and audit process of the Company and perform other duties and responsibilities assigned by the Board.

The audit committee comprises Mr. Yu Chun Kit, Mr. Cha Ho Wa and Mr. Liu Chi Kwun Albert, all being our independent non-executive Directors. Mr. Yu Chun Kit is the chairperson of the audit committee.

REVIEW OF INTERIM FINANCIAL RESULTS BY AUDIT COMMITTEE

The unaudited condensed consolidated interim financial information of the Group for the six months ended 30 June 2026 and the accounting information given in this interim results announcement has not been audited by the Company's external auditor but has been reviewed by the audit committee of the Company, which was of the opinion that the preparation of such accounting information complied with the applicable accounting standards and requirements as well as the Listing Rules and that adequate disclosures have been made.

PUBLICATION OF INTERIM RESULTS AND INTERIM REPORT

The interim results announcement and the interim report are published on the Company's website at www.wing-kei.com.hk and the Stock Exchange's website at www.hkexnews.hk. This interim results announcement of the Company for the six months ended 30 June 2026 will be published on the websites of both the Stock Exchange and the Company in due course in the manner as required by the Listing Rules.

APPRECIATION

The Board would like to express its sincere gratitude to the management of the Group and all the staff for their hard work and dedication, as well as its shareholders, business associates and other professional parties for their support throughout the period.

On behalf of the Board
WK Group (Holdings) Limited
Chan Wing Hong
Chairman and Non-executive Director

Hong Kong, 31 August 2026

As at the date of this announcement, the Board comprises Mr. Chan Kam Kei, Mr. Chan Kam Kong, Ms. Chan Suk Man and Mr. Cheung Wang Fai Victor as executive Directors; Mr. Chan Wing Hong and Ms. Choi Chick Cheong as non-executive Directors; and Mr. Cha Ho Wa, Mr. Yu Chun Kit and Mr. Liu Chi Kwun Albert as independent non-executive Directors.