力豐（集團）有限公司

LEEPORT(HOLDINGS)LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 00387)

CERTIFICATE NO.84667
ISO9001:2015

INTERIM REPORT 2026

ADVANCED MANUFACTURING TECHNOLOGIES

Since 1967

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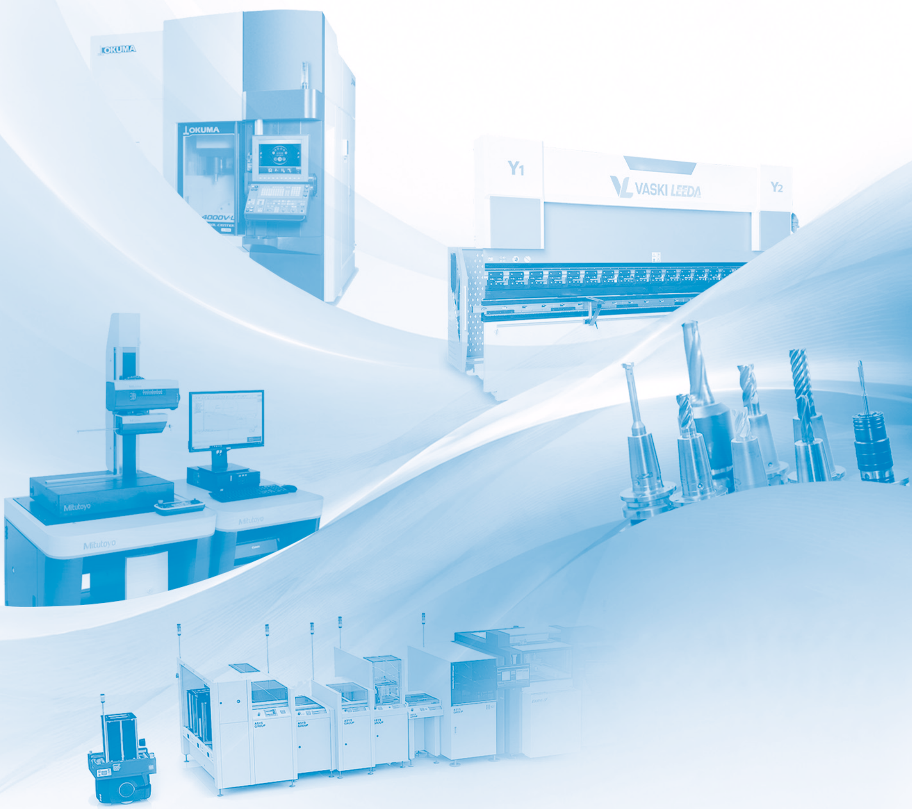

MANAGEMENT COMMENTARY

The Board of Directors (the "Directors") of Leeport (Holdings) Limited (the "Company") would like to present the unaudited condensed consolidated interim results of the Company and its subsidiaries (collectively the "Group") for the six months ended 30 June 2026, along with the unaudited comparative figures and selected explanatory notes, which are prepared in accordance with the Hong Kong Accounting Standard 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants, and which have been reviewed by the Audit Committee of the Company.

FINANCIAL PERFORMANCE

Revenue

In the first half of 2026, the Group's revenue amounted to HK$398,994,000 compared with HK$236,882,000 in the same period last year, representing an increase of 68.4%. Gross profit amounted to HK$76,304,000, representing an 4.2% increase over the same period last year at HK$73,263,000. The gross profit percentage landed at 19.1%, compared with 30.9% in the same period last year attributable to less favourable revenue mix.

Other Income and Gains, net

The total amount of other income and gains in the first half of 2026 was a net gain of HK$2,308,000, compared to a net loss of HK$6,000 in the same period last year.

In the first half of 2026, HK$162,000 fair value gain on financial assets at fair value through profit or loss was recognized, compared to a fair value loss of HK$2,815,000 recorded in the same period last year.

Rental income was HK$1,150,000 in the first half of 2026, compared to HK$1,975,000 in the same period last year, representing a decrease of 41.8%. This reduction was due to a temporary vacancy at a key investment property prior to the commencement of a new lease.

Government grant received from China operations amounted to HK$407,000 in the first half of 2026, compared with HK$65,000 same period last year.

Reward income from suppliers was HK$412,000, compared to HK$689,000 in the same period last year, representing a decrease of 40.2%.

Operating Expenses

In the first half of 2026, selling and distribution costs were HK$9,019,000, compared with HK$12,232,000 in the same period last year, representing a decrease of 26.3% attributable mainly to a reduction in supply chain expenses.

In the first half of 2026, administrative expenses amounted to HK$45,568,000, compared with HK$40,291,000 in the same period last year, representing an increase of 13.1% attributable to foreign exchange loss recognised in 2026 whereas foreign exchange gain was recognised in 2025.

Finance Costs, Net

Finance costs net of interest income was HK$44,000 in the first half of 2026, compared with HK$2,356,000 in the same period last year, representing a decrease of 98.1%.

Finance income in the first half of 2026 was HK$716,000, compared to HK$668,000 in the same period last year, representing an increase of 7.2%.

Finance costs in the first half of 2026 were HK$760,000, compared to HK$3,024,000 in the same period last year, representing a decrease of 74.9%. This was driven by continuous efficiency enhancement in cash flow management, which resulted in a significant reduction in bank loan drawdowns.

The Group had turned to a net cash position as at 30 June 2026. As a result, no gearing ratio was presented. As at 31 December 2025, the Group's net gearing ratio was approximately 3.9%.

Share of Post-tax Losses of Associates

The share of post-tax losses of associates in the first half of 2026 was HK$10,714,000, compared with the share of post-tax losses of associates, amounted to HK$5,254,000 in the same period last year, representing an increase of loss by 103.9%. Both OPS-Ingersoll Funkenerosion GmbH and Prima Power Suzhou Company Limited recorded loss in first half of 2026.

Income Tax Expenses

Income tax expenses in the first half of 2026 amounted to HK$3,099,000, compared with HK$3,113,000 in the same period last year, representing a slightly decrease of 0.4%.

Profit Attributable to Owners of the Company and Earnings Per Share

In the first half of 2026, the profit attributable to owners of the Company was HK$10,237,000, compared with a profit attributable to owners of the Company amounted to HK$10,023,000 in the same period last year, representing an increase of 2.1%.

The operating profit for the trading business was HK$24,098,000, compared with an operating profit of HK$20,745,000 in the same period last year, representing an increase of 16.2%.

The basic earnings per share was HK4.45 cents, compared with a basic earnings per share of HK4.36 cents in the same period last year, representing an increase of 2.1%.

CLOSURE OF REGISTER OF MEMBERS

The register of members of the Company will be closed from 15 September 2026 (Tuesday) to 16 September 2026 (Wednesday), both days inclusive, during which period no transfer of shares will be registered. Shareholders whose names appear on the register of members of the Company at the record date on 16 September 2026 (Wednesday) are entitled to receive the interim dividend.

In order for members to qualify for the interim dividend, all transfer forms accompanied by the relevant share certificates must be lodged with the Company's branch registrar in Hong Kong, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong not later than 4:30 p.m. on 14 September 2026 (Monday).

Interim Dividend

The Board has resolved to declare an interim dividend of HK3 cents per share for the six months ended 30 June 2026 (2025: HK3 cents). The dividend will be paid to shareholders whose names appear on the register of members of the Company on 16 September 2026 (Wednesday) (the "Record date"). The interim dividend is expected to be distributed to shareholders on or around 30 September 2026 (Wednesday).

BUSINESS REVIEW

Trading

In the first half of 2026, China's economy continued to demonstrate sustained resilience notwithstanding ongoing trade frictions with Europe and US trade barriers. Strong external demand partially offset weaker domestic consumption, while growth in emerging industries mitigated the stagnation in traditional sectors. Gross Domestic Product ("GDP") recorded a year-on-year increase of 4.7%, remaining within the target range between 4.5% and 5%. Export value surged by 13.4%, making exports the major driver of economic growth. Industrial added value grew by 5.4%, reflecting the continuing robustness of industrial activities. Specifically, the manufacturing industry sector grew by 5.6%, equipment manufacturing by 9.3%, and high-technology manufacturing by 13.3%.

The new energy car and high-precision mold-making sectors, which traditionally constitute major customer bases of Leeport, experienced growth of 6.7% and 8.7%, respectively. By contrast, the smartphone manufacturing sector, the other key customer base, decreased by 3.0%. In China, the total number of cars manufactured in the first half of 2026 was approximately 15 million units, representing a decrease of 4.0%, while new energy car manufacturing reached 7.4 million units. Investment capital has already shifted from the property market to various emerging industries. Some figures indicate the robust momentum across these industries: investment in high technology rose by 4.6%, electronic circuits by 55.6%, lithium-ion batteries by 24.4%, and aerospace by 23.3%.

The amount of imported machine tools increased by 12.4%, with Japanese machine tools accounting for 32.7% of the total imports. Our machine tool division also showed positive momentum in the business. Supported by demand arising from the rapid development of aerospace, new energy, and AI-related manufacturing, the demand for precision cutting tools expanded rapidly, with imports rising by 19.3% in the first half of 2026. Our Cutting Tools Division achieved significant business growth, while the Measuring Instruments Division and Electronics Equipment Division also reported satisfactory order intake.

The total order intake in the first half of 2026 amounted to HK$390,517,000 compared with HK$1,106,143,000 in the corresponding period of 2025. A substantial proportion of orders in the prior year was attributable to one major customer whose purchase plan over recent years has now been completed. Even though the order amount was significantly lower than last year, the addition of new customers and new products is expected to support the Group's profitability.

Investment

The business performance of the associated company in Germany, OPS Ingersoll Funkenerosion GmbH, has yet to show improvement. Restructuring and cost reduction are being implemented. The associated company in China, Prima Power Suzhou Company Limited, continued to record losses, with order intake in the first half of the year falling short of expectations.

LIQUIDITY AND FINANCIAL RESOURCES

The balance of cash and cash equivalents as at 30 June 2026 was HK$62,218,000 (31 December 2025: HK$51,906,000).

The balance of inventory as at 30 June 2026 was HK$76,458,000, higher than the inventory level of HK$58,812,000 as at 31 December 2025 in order to cope with the increase in customer demand. The turnover days of inventory was 43 at the end of June 2026, compared with 52 at the end of December 2025.

The balance of trade and bills receivables as at 30 June 2026 was HK$188,956,000 (31 December 2025: HK$213,178,000). The turnover days of trade receivables was 86, compared with 141 as at 31 December 2025. The change in turnover days of trade receivables was attributable to a change in trade mix. The Group maintains strict credit control over its customers and outstanding receivables to minimize credit default risk. Management assessed customers' financial position, payment track record and forward-looking information for impairment provision on an individual basis for those customers subject to relatively higher risk in receivable collection or on a collective basis for those customers with relatively lower risk. Management believed that the impairment position as at 30 June 2026 was adequate.

The balance of trade and bills payables as at 30 June 2026 was HK$137,411,000 (31 December 2025: HK$82,438,000).

The balance of short-term borrowings as at 30 June 2026 was HK$20,449,000 (31 December 2025: HK$68,346,000). The reduction in the borrowing level was contributed by the Group's efforts in improving efficiency of cash flow management.

The Group had a net cash position as at 30 June 2026. As a result, no gearing ratio was presented. As at 31 December 2025, the Group's net gearing ratio was approximately 3.9%. The net gearing ratio is calculated as net debt divided by total equity. Net debt is calculated as total borrowings less cash and cash equivalents and restricted bank deposits. The net cash position was due to the lower borrowing level.

The Group generally finances its operations with internally generated resources and banking facilities provided by banks. As at 30 June 2026, the Group had aggregate banking facilities of approximately HK$217,467,000, of which approximately HK$41,701,000 was utilised, bearing interest at prevailing market rates and secured by certain land and buildings, and a financial asset at fair value through profit or loss of the Group in Hong Kong and Chinese Mainland, with an aggregate carrying amount of HK$72,453,000 (31 December 2025: HK$71,597,000). The Directors are confident that the Group is able to meet its operational and capital expenditure requirements.

FUTURE PLANS AND PROSPECTS

The economic policy of the Chinese government continues to emphasize the development of high technology. Domestic consumption and investment in traditional industries have become a lower priority, while demand for high-end manufacturing equipment and tools is expected to remain strong. The Group intends to capture these opportunities to expand its business.

An emerging trend in the market is the rising popularity of Chinese-manufactured alternatives for a wide range of manufacturing equipment and machinery. The Chinese government actively promotes the purchase of domestically produced equipment. On the other hand, the functionality, quality, and value for money of such products have continuously improved. Chinese-made products have become increasingly competitive with foreign brands. Many foreign brands have established manufacturing facilities in China and have successfully captured a significant market share, while purely imported products are expected to face many challenges in the near future.

In recent years, we have continuously introduced Chinese-made products to maintain our competitiveness. We also have commenced the development of our own brands to optimize our business model. In addition, we have built up significant new customer bases in emerging industries, such as new energy, AI-related manufacturing, and energy storage, which have helped offset the relative weakness in traditional industries.

We expect the business performance in the second half of the year to exceed that of the first half. However, the unsatisfactory performance of the associated companies continues to be a point of concern. Encouragingly, it is anticipated that the financial situation of these associated companies will demonstrate signs of recovery.

EMPLOYEES

As at 30 June 2026, the Group had 227 employees (31 December 2025: 229). Of these, 32 were based in Hong Kong, 186 were based in Chinese Mainland, and 9 were based in other offices around Asia. Competitive remuneration packages were structured to be commensurate with our employees' individual job duties, qualifications, performance and years of experience. In addition to basic salaries and pension scheme contribution in different countries, the Group offered staff benefits including medical schemes, education subsidies and discretionary performance bonuses.

DETAILS OF THE CHARGES ON THE GROUP'S ASSETS

As at 30 June 2026, certain land and buildings and a financial asset at fair value through profit or loss in Hong Kong and Chinese Mainland, with an aggregate carrying value of approximately HK$72,453,000 (31 December 2025: HK$71,597,000), were pledged to secure the banking facilities of the Group by way of a fixed charge.

CAPITAL EXPENDITURE AND CONTINGENT LIABILITIES

For the first six months of 2026, the Group spent a total of HK$18,000 (30 June 2025: HK$54,000) in capital expenditure, primarily consisting of plant and equipment. As at 30 June 2026, the Group had no capital commitment (31 December 2025: Nil). In the meantime, a total of HK$777,000 (31 December 2025: HK$1,523,000) in contingent liabilities in respect of letters of guarantee was given to customers.

EXPOSURE OF FLUCTUATIONS IN EXCHANGE RATES AND RELATED HEDGES

A substantial portion of the Group's revenue and purchases were denominated in foreign currencies, which are subject to exchange rate risks. The Group will use the foreign exchange received from its customers to settle payment to overseas suppliers. In the event that any material payment cannot be fully matched, the Group will enter into foreign currency forward contracts with its bankers to minimize the Group's exposure to foreign exchange rate risks.

As at 30 June 2026, the Group had no outstanding gross-settled foreign currency forward contracts (2025: no outstanding gross-settled foreign currency forward contracts).

Foreign exchange gains and losses are calculated on the settlement of monetary transactions and on the translation of monetary assets and liabilities at the exchange rates of the end of the period.

PURCHASE, SALE OR REDEMPTION OF SHARES

The Company has not redeemed any of its shares during the period. Neither the Company nor any of its subsidiaries has purchased or sold any of the Company's shares during the period under review.

The Company did not have any treasury shares (as defined under the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited ("Listing Rules")) as at 30 June 2026.

SHARE OPTION SCHEME

The share option scheme of the Company was adopted on 15 May 2013 and has expired on 14 May 2023. As at 30 June 2026, the Company has no share option scheme. No share options were granted, cancelled, exercised or lapsed during the period. The Company did not have any outstanding share option as at 30 June 2026 and 31 December 2025.

At no time during the period was the Company or any of its subsidiaries, a party to any arrangements to enable the directors and chief executives of the Company or their associates to acquire benefits by means of the acquisition of shares or underlying shares and/or debt securities, including debentures of the Company or any other body corporate.

DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS AND SHORT POSITIONS IN THE SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY OR ANY ASSOCIATED CORPORATION

At 30 June 2026, the interests and short positions of each director and chief executive in the shares, underlying shares and debentures of the Company and its associated corporations and their associates (within the meaning of the Securities and Futures Ordinance ("SFO")), as recorded in the register maintained by the Company under Section 352 of Part XV of the SFO or as notified to the Company and the Stock Exchange pursuant to the Model Code of the Listing Rules, were as follows:

		Number of ordinary shares of HK$0.10 each held					
		Personal Interests	Corporation interests	Other interests	Share options	Total	Percentage
Mr. LEE Sou Leung, Joseph ("Mr. Lee")	Long position	25,176,000 shares	1,500,000 shares (Note(b))	144,529,982 shares (Note(a))	Nil	171,205,982 shares	74.41%
Mr. CHAN Ching Huen, Stanley ("Mr. Chan")	Long position	1,104,000 shares	Nil	Nil	Nil	1,104,000 shares	0.48%
Mr. ZAVATTI Salvatore ("Mr. Zavatti")	Long position	110,000 shares	Nil	Nil	Nil	110,000 shares	0.05%

(a) The 144,529,982 shares are held by Peak Power Technology Limited in its capacity as the trustee of The Lee Family Unit Trust holding the same for the benefit of holders of units issued by The Lee Family Unit Trust. HSBC International Trustee Limited is the trustee of the LMT Trust whose discretionary objects are Ms. Tan Lisa Marie ("Ms. Tan") and Mr. Lee's family members. The aforesaid shares that Mr. Lee and Ms. Tan are deemed to be interested refer to the same parcel of shares. Ms. Tan is deemed to be interested in all the interests held by Mr. Lee, her husband.

(b) 1,500,000 shares are registered in the name of J AND LEM Limited which is wholly-owned by Mr. Lee. Mr. Lee is deemed to be interested in these shares under SFO.

Save as disclosed above, as at 30 June 2026, none of the Directors and chief executive of the Company had or were deemed to have any interest or short position in the shares, underlying shares or debentures of the Company and its associated corporations (within the meaning of Part XV of the SFO), which has been recorded in the register maintained by the Company pursuant to section 352 of the SFO or which has been notified to the Company and the Stock Exchange pursuant to the Model Code of the Listing Rules.

SUBSTANTIAL SHAREHOLDERS' INTEREST AND SHORT POSITIONS IN THE SHARES, UNDERLYING SHARES OF THE COMPANY

At 30 June 2026, the register of substantial shareholders required to be kept under Section 336 of Part XV of the SFO shows that the Company had not been notified of any substantial shareholders' interests and short positions, being 5% or more of the Company's issued share capital, other than those of the directors as disclosed above.

CORPORATE GOVERNANCE

During the six months ended 30 June 2026, the Company has complied with the code provisions set out in part 2 of the Corporate Governance Code as stated in Appendix C1 of the Listing Rules except the following:

Code Provision C.2.1

The Board is of the view that although Mr. Lee Sou Leung, Joseph is the Chairman and the Group Chief Executive Officer of the Company, the balance of power and authority is ensured by the operation of the Board, which comprises experienced individuals who meet from time to time to discuss issues affecting the operation of the Company. The Board will continue to review the effectiveness of the corporate governance structure of the Group from time to time, in order to assess whether separation of the roles of the chairman and chief executive officer is deemed necessary.

Code Provision C.1.5

Mr. WONG Tat Cheong, Frederick and Mr. KRACHT Jurgen Ernst Max, independent non-executive directors of the Company, and Ms. TSE Sui Yin, Sally, a non-executive director of the Company, were unavailable to attend the annual general meeting of the Company held on 15 June 2026 due to other personal engagements.

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.

Specific enquiry had been made to all the Directors and the Directors have confirmed that they have complied with the Model Code throughout the period ended 30 June 2026.

AUDIT COMMITTEE

The Audit Committee has reviewed the accounting principles and practices adopted by the Group with the management and has discussed internal controls and financial reporting matters, including a review of the unaudited interim condensed consolidated financial information for the six months ended 30 June 2026 and this report with the directors.

As at the date of this report, the executive directors of the Company are Mr. LEE Sou Leung, Joseph, Mr. CHAN Ching Huen, Stanley and Mr. POON Yiu Ming, the non-executive director of the Company is Ms. TSE Sui Yin, Sally and the independent non-executive directors of the Company are Mr. ZAVATTI Salvatore, Mr. WONG Tat Cheong, Frederick and Mr. KRACHT Jurgen Ernst Max.

By order of the Board
Leeport (Holdings) Limited
LEE Sou Leung, Joseph
Chairman

Hong Kong, 28 August 2026

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

SIX MONTHS ENDED 30 JUNE 2026

		Six months ended 30 June	
	Notes	**2026 (Unaudited) HK$'000**	2025 (Unaudited) HK$'000
REVENUE	4	**398,994**	236,882
Cost of sales		**(322,690)**	(163,619)
Gross profit		**76,304**	73,263
Other income and gains, net		**2,308**	(6)
Selling and distribution expenses		**(9,019)**	(12,232)
Administrative expenses		**(45,568)**	(40,291)
Net reversal of impairment losses on financial assets		**73**	11
OPERATING PROFIT		**24,098**	20,745
Finance income		**716**	668
Finance costs		**(760)**	(3,024)
Finance costs, net		**(44)**	(2,356)
Share of post-tax losses of a joint venture		**(4)**	–
Share of post-tax losses of associates		**(10,714)**	(5,254)
PROFIT BEFORE TAX	5	**13,336**	13,135
Income tax expense	6	**(3,099)**	(3,113)
PROFIT FOR THE PERIOD		**10,237**	10,022
PROFIT ATTRIBUTABLE TO:			
Owners of the Company		**10,237**	10,023
Non-controlling interests		**–**	(1)
		10,237	10,022
EARNINGS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY			
Basic and diluted earnings per share (HK cents)	8	**4.45**	4.36

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)

SIX MONTHS ENDED 30 JUNE 2026

	Six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	HK$'000
PROFIT FOR THE PERIOD	**10,237**	10,022
OTHER COMPREHENSIVE INCOME/(LOSS)		
Other comprehensive income/(loss) that may be reclassified to profit or loss in subsequent periods:		
Exchange differences on translation of foreign operations	**(4,589)**	4,273
Other comprehensive income will not be reclassified to profit or loss in subsequent periods:		
Movement of deferred tax	**117**	245
OTHER COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD, NET OF TAX	**(4,472)**	4,518
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	**5,765**	14,540
ATTRIBUTABLE TO:		
Owners of the Company	**5,765**	14,541
Non-controlling interests	**–**	(1)
	5,765	14,540

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 JUNE 2026

	Notes	**30 June 2026 (Unaudited) HK$'000**	31 December 2025 (Audited) HK$'000
NON-CURRENT ASSETS			
Plant and equipment	9	**5,802**	6,554
Investment properties	9	**70,912**	70,796
Right-of-use assets	9	**166,294**	167,880
Investments in a joint venture		**–**	4
Investments in associates	10	**20,566**	31,341
Loan to an associate	15(a)(ii)	**18,704**	19,114
Financial assets at fair value through other comprehensive income		**10,989**	10,989
Financial asset at fair value through profit or loss		**7,077**	6,915
Deferred tax assets		**3,333**	3,333
Total non-current assets		**303,677**	316,926
CURRENT ASSETS			
Inventories		**76,458**	58,812
Trade and bills receivables	11	**188,956**	213,178
Prepayments, deposits and other receivables		**52,944**	37,645
Restricted bank deposits		**218**	210
Cash and cash equivalents		**62,218**	51,906
Total current assets		**380,794**	361,751

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

30 JUNE 2026

	Notes	30 June 2026 (Unaudited) HK$'000	31 December 2025 (Audited) HK$'000
CURRENT LIABILITIES			
Trade and bills payables	12	**137,411**	82,438
Other payables, accruals and contract liabilities		**63,812**	72,332
Borrowings	13	**20,449**	68,346
Lease liabilities		**895**	751
Tax payable		**7,111**	5,412
Dividend payable		**6,902**	–
Total current liabilities		**236,580**	229,279
NET CURRENT ASSETS		**144,214**	132,472
TOTAL ASSETS LESS CURRENT LIABILITIES		**447,891**	449,398
NON-CURRENT LIABILITIES			
Deferred tax liabilities		**27,282**	27,399
Lease liabilities		**1,007**	1,260
Total non-current liabilities		**28,289**	28,659
Net assets		**419,602**	420,739
EQUITY			
Issued capital		**23,007**	23,007
Reserves		**401,456**	402,593
		424,463	425,600
Non-controlling interests		**(4,861)**	(4,861)
Total equity		**419,602**	420,739

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

SIX MONTHS ENDED 30 JUNE 2026

	Attributable to ordinary equity holders of the Company									
	Share capital HK$'000	Share Premium HK$'000	Land and building revaluation reserve HK$'000	Exchange reserve HK$'000	Other reserve HK$'000	Merger reserve HK$'000	Retained profits HK$'000	Total HK$'000	Non-controlling interests HK$'000	Total equity HK$'000
At 1 January 2026 (audited)	23,007	37,510	177,554	(24,139)	3,339	11,310	197,019	425,600	(4,861)	420,739
Profit for the period	-	-	-	-	-	-	10,237	10,237	-	10,237
Other comprehensive income/(loss) for the period:										
Movement of deferred tax	-	-	117	-	-	-	-	117	-	117
Transfer of land and building revaluation reserve to retained earnings upon depreciation of buildings	-	-	(709)	-	-	-	709	-	-	-
Exchange differences on translation of foreign operation	-	-	495	(5,084)	-	-	-	(4,589)	-	(4,589)
Total comprehensive income/(loss) for the period	-	-	(97)	(5,084)	-	-	10,946	5,765	-	5,765
Dividend payable relating to 2025	-	-	-	-	-	-	(6,902)	(6,902)	-	(6,902)
At 30 June 2026 (unaudited)	23,007	37,510	177,457	(29,223)	3,339	11,310	201,063	424,463	(4,861)	419,602

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED)

SIX MONTHS ENDED 30 JUNE 2025

	Attributable to ordinary equity holders of the Company									
	Share capital HK$'000	Share Premium HK$'000	Land and building revaluation reserve HK$'000	Exchange reserve HK$'000	Other reserve HK$'000	Merger reserve HK$'000	Retained profits HK$'000	Total HK$'000	Non-controlling interests HK$'000	Total equity HK$'000
At 1 January 2025 (audited)	23,007	37,510	185,196	(23,116)	(261)	11,310	216,253	449,899	(4,851)	445,048
Profit for the period	–	–	–	–	–	–	10,023	10,023	(1)	10,022
Other comprehensive income/(loss) for the period:										
Movement of deferred tax	–	–	245	–	–	–	–	245	–	245
Transfer of land and building revaluation reserve to retained earnings upon depreciation of buildings	–	–	(1,486)	–	–	–	1,486	–	–	–
Exchange differences on translation of foreign operation	–	–	651	3,622	–	–	–	4,273	–	4,273
Total comprehensive income/(loss) for the period	–	–	(590)	3,622	–	–	11,509	14,541	(1)	14,540
Dividend payable relating to 2024	–	–	–	–	–	–	(6,902)	(6,902)	–	(6,902)
At 30 June 2025 (unaudited)	23,007	37,510	184,606	(19,494)	(261)	11,310	220,860	457,538	(4,852)	452,686

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

SIX MONTHS ENDED 30 JUNE 2026

	Six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	HK$'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash generated from operations	**58,566**	(12,766)
Interest paid	**(760)**	(3,024)
Income tax paid	**(1,305)**	(1,841)
Net cash flows from operating activities	**56,501**	(17,631)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of items of plant and equipment	**(18)**	(54)
Interest received	**112**	668
Net cash flows from investing activities	**94**	614
CASH FLOWS FROM FINANCING ACTIVITIES		
New bank borrowings	**14,700**	181,149
Repayment of bank borrowings	**(63,237)**	(170,631)
Decrease/(increase) in restricted bank deposits	**–**	5,297
Principal elements of lease liabilities	**(113)**	(113)
Net cash flows from financing activities	**(48,650)**	15,702
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	**7,945**	(1,315)
Cash and cash equivalents at beginning of period	**51,906**	26,048
Effect of foreign exchange rate changes, net	**2,367**	754
CASH AND CASH EQUIVALENTS AT END OF PERIOD	**62,218**	25,487
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Cash and bank balances	**62,218**	25,487

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

1. Corporate information

Leeport (Holdings) Limited (the "Company") and its subsidiaries (together the "Group") are principally engaged in the trading of metalworking machinery, measuring instruments, cutting tools and electronic equipment.

The Company is a limited liability company incorporated in Bermuda and domiciled in Hong Kong. The address of its registered office is Richmond House, 12 Par-la-Ville Road, Hamilton HM 08, Bermuda.

The Company is listed on the Main Board of The Stock Exchange of Hong Kong Limited.

This interim condensed consolidated financial information is presented in Hong Kong dollars ("HK$"), unless otherwise stated. This interim condensed consolidated financial information was approved for issue on 28 August 2026.

This interim condensed consolidated financial information has not been audited.

2.1 Basis of preparation

The unaudited interim condensed consolidated financial information of the Group for the six months ended 30 June 2026 has been prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34 *Interim Financial Reporting* as issued by the Hong Kong Institute of Certified Public Accountants and the applicable disclosure requirements of Appendix D2 to the Rules Governing the Listing of Securities (the "Listing Rules") on the Stock Exchange. The interim condensed consolidated financial information should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2025, which have been prepared in accordance with HKFRS Accounting Standards ("HKFRSs").

2.2 Changes in accounting policies and disclosures

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those applied in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025, except for the adoption of the following amended HKFRS Accounting Standard for the first time for the current period's financial information.

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*
Annual Improvements to HKFRS Accounting Standards – Volume 11	Amendments to HKFRS 1, HKFRS 7, HKFRS 9, HKFRS 10 and HKAS 7

The nature and impact of the amended HKFRS Accounting Standards are described below:

(a) Amendments to HKFRS 9 and HKFRS 7 *Amendments to the Classification and Measurement of Financial Instruments* clarify that a financial asset is derecognised when the entity's rights to the contractual cash flows expire or are transferred, while a financial liability is derecognised on the settlement date. The amendments introduce an accounting policy option to derecognise a financial liability that is settled through an electronic payment system before the settlement date if specified criteria are met.

The amendments clarify how to assess the contractual cash flow characteristics of financial assets with environmental, social and governance and other similar contingent features. Moreover, the amendments clarify the requirements for classifying financial assets with non-recourse features and contractually linked instruments. The amendments also include additional disclosures for investments in equity instruments designated at fair value through other comprehensive income and financial instruments with contingent features.

2.2 Changes in accounting policies and disclosures (Continued)

(a) (Continued)

Since the Group's accounting policy for the derecognition of financial assets and liabilities in prior years aligned with the amendments and the Group did not have the financial assets that were addressed by the amendments, the amendments did not have any impact on the interim condensed consolidated financial information. The Group will provide additional disclosures for its equity investments designated at fair value through other comprehensive income in the Group's consolidated financial statements for the year ending 31 December 2026.

(b) Amendments to HKFRS 9 and HKFRS 7 *Contracts Referencing Nature-dependent Electricity* clarify the application of the "own-use" requirements for in-scope contracts and amend the designation requirements for a hedged item in a cash flow hedging relationship for in-scope contracts. The amendments also include additional disclosures that enable users of financial statements to understand the effects these contracts have on an entity's financial performance and future cash flows. As the Group did not have any contracts that are in the scope of the amendments, the amendments did not have any impact on the interim condensed consolidated financial information.

(c) *Annual Improvements to HKFRS Accounting Standards – Volume 11* set out narrow scope amendments to HKFRS 1, HKFRS 7 (and the accompanying *Guidance on implementing HKFRS 7*), HKFRS 9, HKFRS 10 and HKAS 7. The amendments include clarifications, simplifications, corrections or changes to improve consistency in the corresponding HKFRS Accounting Standards. The amendments did not have any impact on the interim condensed consolidated financial information.

3. Operating segment information

Management has determined the operating segments based on the reports reviewed by the chief operating decision maker, represented by the Board of Directors, that are used to make strategic decisions.

The Board considers the business from a geographic region perspective. Geographically, management considers the performance in the People's Republic of China ("Chinese Mainland"), Hong Kong and other countries.

The Group is principally engaged in the trading of metalworking machinery, measuring instruments, cutting tools and electronic equipment in three main geographical areas, namely Chinese Mainland, Hong Kong and other countries (principally Singapore, Taiwan, Malaysia and Indonesia). The "Chinese Mainland" segment, for the purpose of this condensed consolidated interim financial information, excludes Hong Kong and Taiwan.

3. Operating segment information (Continued)

The Board assesses the performance of the operating segments based on a measure of segment result, total assets, total liabilities and total capital expenditure. The Group primarily operates in Hong Kong and Chinese Mainland. The Group's sales by geographical location are determined by the country in which the customer is located.

Six months ended 30 June 2026

	Chinese Mainland (Unaudited) HK$'000	Hong Kong (Unaudited) HK$'000	Others (Unaudited) HK$'000	Total (Unaudited) HK$'000
Segment revenue:				
Sales to external customers	344,915	2,592	51,487	398,994
Segment result	15,750	472	7,876	24,098
Finance income				716
Finance costs				(760)
Share of post-tax losses of a joint venture				(4)
Share of post-tax losses of associates				(10,714)
Profit before tax				13,336
Income tax expense				(3,099)
Profit for the period				10,237
Assets and liabilities				
Segment assets	378,944	222,351	83,176*	684,471
Segment liabilities	180,591	44,849	39,429#	264,869
Other segment information:				
Capital expenditure	18	–	–#	18

3. Operating segment information (Continued)

Six months ended 30 June 2025

	Chinese Mainland (Unaudited) HK$'000	Hong Kong (Unaudited) HK$'000	Others (Unaudited) HK$'000	Total (Unaudited) HK$'000
Segment revenue:				
Sales to external customers	227,584	1,661	7,637	236,882
Segment result	19,278	843	624	20,745
Finance income				668
Finance costs				(3,024)
Share of post-tax losses of associates				(5,254)
Profit before tax				13,135
Income tax expense				(3,113)
Profit for the period				10,022
Assets and liabilities				
Segment assets	463,855	268,208	55,095*	787,158
Segment liabilities	265,623	53,309	15,540#	334,472
Other segment information:				
Capital expenditure	54	–	–#	54

Segment assets and segment liabilities are allocated by reference to the principal markets in which the Group operates.

The depreciation of plant and equipment and right-of-use assets for the six months ended 30 June 2026 are HK$3,228,000 (2025: HK$3,344,000).

Capital expenditure is allocated based on where the assets are located. Capital expenditure comprises mainly additions to plant and equipment.

* Other countries and territories include Germany, Finland, Taiwan, Singapore, Indonesia and Malaysia.

\# Other countries mainly include Taiwan, Singapore, Indonesia and Malaysia.

4. Revenue

Revenue is derived from the sales of goods, provision of agency services and other after-sales services.

Disaggregation of revenue

	Six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	HK$'000
Types of goods or services:		
Sales of goods and parts	**377,757**	167,976
Commission income	**7,077**	59,527
Service income	**14,160**	9,379
Total	**398,994**	236,882

During the six months ended 30 June 2026, commission income of revenue of approximately HK$7,077,000 (2025: HK$59,527,000) was recognised when technical support and agency services in respect of trading between certain business partners, were rendered.

During the six months ended 30 June 2026, revenues of approximately HK$75,924,000 (2025: HK$59,551,000) were derived from one customer (2025: one), which individually accounted for over 10% of the Group's total revenue.

5. Profit before tax

The Group's profit before tax is arrived at after charging/(crediting):

	Six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	HK$'000
Cost of inventories sold	**321,939**	160,315
Depreciation of plant and equipment	**800**	1,072
Depreciation of right-of-use assets	**2,428**	2,272
Employee benefits expenses (including directors' remuneration)	**27,168**	29,731
Foreign exchange losses/(gains), net	**3,416**	(4,495)
Short-term leases	**188**	494
Provision for slow moving inventories	**190**	2,152
Professional fee	**2,181**	2,081

6. Income tax expense

Hong Kong profits tax has been provided at the rate of 16.5% on the estimated assessable profits arising in Hong Kong during the period. In the prior period, no provision for Hong Kong profits tax was made as the Group had available tax losses brought forward from prior years to offset against the assessable profit generated during that period. Taxes on profits assessable elsewhere have been calculated at the rates of tax prevailing in the countries/jurisdictions in which the Group operates, based on existing legislation, interpretations and practices in respect thereof.

An analysis of the Group's income tax is as follows:

	Six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	HK$'000
Current:		
Hong Kong profits tax	**3,099**	3,113
Chinese Mainland and other countries	**–**	–
Total tax expense for the period	**3,099**	3,113

Income tax expense is recognised based on management's best estimate of the projected annual effective income tax rate which is expected for the full financial year.

7. Dividend

A final dividend of HK$6,902,000 that relates to the year ended 31 December 2025 was payable as at 30 June 2026 (2025: final dividend of HK$6,902,000 that relates to the year ended 31 December 2024 was payable as at 30 June 2025).

The Board has resolved to declare an interim dividend of HK3 cents per share for the six months ended 30 June 2026 (2025: HK3 cents). The dividend will be paid to shareholders whose names appear on the register of members of the Company on 16 September 2026. This dividend was declared after the end of the reporting period, and therefore it has not been included as a liability in the condensed consolidated statement of financial position.

8. Earnings per share attributable to owners of the Company

The calculation of the basic earnings per share for the period is based on the unaudited profit for the period attributable to owners of the Company of HK$10,237,000 (six months ended 30 June 2025: HK$10,023,000), and the number of ordinary shares in issue of 230,076,000 (six months ended 30 June 2025: 230,076,000) during the period.

The Group had no potential dilutive ordinary shares in issue during the periods ended 30 June 2026 and 2025.

	Six months ended 30 June	
	2026 (Unaudited)	2025 (Unaudited)
Profit attributable to owners of the Company (HK$'000)	**10,237**	10,023
Weighted average number of ordinary shares in issue (in thousands)	**230,076**	230,076
Basic earnings per share attributable to owners of the Company (HK cents per share)	**4.45**	4.36

9. Plant and equipment, right-of-use assets and investment properties

	Right-of-use assets (Unaudited) HK$'000	Plant and equipment (Unaudited) HK$'000	Investment properties (Unaudited) HK$'000
As at 1 January 2026	**167,880**	**6,554**	**70,796**
Additions	**241**	**18**	**–**
Depreciation (Note 5)	**(2,428)**	**(800)**	**–**
Exchange differences	**601**	**30**	**116**
As at 30 June 2026	**166,294**	**5,802**	**70,912**
As at 1 January 2025	177,729	8,336	73,643
Additions	2,128	54	–
Depreciation (Note 5)	(2,272)	(1,072)	–
Exchange differences	309	38	711
As at 30 June 2025	177,894	7,356	74,354

At 30 June 2026, the Group's right-of-use assets includes land and buildings of HK$164,434,000 (31 December 2025: HK$165,896,000) and leased properties of HK$1,860,000 (31 December 2025: HK$1,984,000).

The Group's land and buildings and investment properties were revalued at 31 December 2025. The directors considered that there were no significant changes in the values of the land and buildings and investment properties held by the Group as at 30 June 2026 since previous annual reporting date.

Bank borrowings are secured on land and buildings with carrying amounts of HK$65,376,000 (31 December 2025: HK$64,682,000) (Note 13).

10. Investments in associates

	30 June 2026 (Unaudited) HK$'000	30 June 2025 (Unaudited) HK$'000
Beginning of the period	**31,341**	35,817
Share of post-tax losses of associates	**(10,714)**	(5,254)
Exchange difference	**(61)**	1,930
End of the period	**20,566**	32,493

11. Trade and bills receivables

At 30 June 2026 and 31 December 2025, the ageing analysis of trade and bills receivables by invoice date are as follows:

	30 June 2026 (Unaudited) HK$'000	31 December 2025 (Audited) HK$'000
Within 3 months	**116,284**	137,256
4-6 months	**7,338**	3,312
7-12 months	**45,876**	29,807
Over 12 months	**21,751**	45,155
	191,249	215,530
Less: Impairment	**(2,293)**	(2,352)
Total	**188,956**	213,178

11. Trade and bills receivables (Continued)

At 30 June 2026 and 31 December 2025, the ageing analysis of trade and bills receivables by due date are as follows:

	30 June 2026 (Unaudited) HK$'000	31 December 2025 (Audited) HK$'000
Current	181,492	206,667
1-3 months	6,460	5,377
4-6 months	990	1,508
7-12 months	297	72
Over 12 months	2,010	1,906
	191,249	215,530
Less: Impairment	(2,293)	(2,352)
Total	188,956	213,178

The Group generally grants credit terms of a range of 30 to 90 days to its customers. Longer payment terms might be granted to those customers who have good payment history and long-term business relationship with the Group.

12. Trade and bills payables

At 30 June 2026 and 31 December 2025, the ageing analysis of the trade and bills payables by invoice date are as follows:

	30 June 2026 (Unaudited) HK$'000	31 December 2025 (Audited) HK$'000
Within 3 months	121,232	74,900
4-6 months	7,076	3,186
7-12 months	5,414	1,003
Over 12 months	3,689	3,349
Total	137,411	82,438

Included in trade and bills payables is an amount due to an associate of HK$22,000 (31 December 2025: HK$27,000), which is unsecured, interest-free and repayable on demand.

13. Borrowings

	30 June 2026 (Unaudited) HK$'000	31 December 2025 (Audited) HK$'000
Current		
Trust receipt loans	7,200	34,609
Term loans from banks due for repayment within one year	13,249	33,737
Total borrowings	20,449	68,346

Bank borrowings are secured by certain land and buildings (Note 9) and a financial asset at fair value through profit or loss of the Group.

Movements in borrowings are analysed as follows:

	30 June 2026 (Unaudited) HK$'000
As at 1 January 2026	68,346
New borrowings	14,700
Repayments of borrowings	(63,237)
Exchange difference	640
As at 30 June 2026	20,449

	30 June 2025 (Unaudited) HK$'000
As at 1 January 2025	128,071
New borrowings	181,149
Repayments of borrowings	(170,631)
Exchange difference	3,349
As at 30 June 2025	141,938

14. Contingent liabilities

	30 June 2026 (Unaudited) HK$'000	31 December 2025 (Audited) HK$'000
Letters of guarantee given to customers	**777**	1,523

Certain subsidiaries have given undertakings to banks that they will perform certain contractual non-financial obligations to third parties. In return, the banks have provided letters of guarantee to third parties on behalf of these subsidiaries.

15. Related party transactions

As at 30 June 2026, the Group is controlled by Peak Power Technology Limited (incorporated in the British Virgin Islands), which owns 62.8% of the Company's shares. The remaining 37.2% of the shares are widely held.

(a) The Group had the following material transactions with related parties during the period:

	Notes	Six months ended 30 June 2026 (Unaudited) HK$'000	2025 (Unaudited) HK$'000
Purchase of goods from an associate – Prima Power Suzhou Co., Ltd.	(i)	**5**	1,597
Loan interest received from an associate – OPS-Ingersoll Holding GmbH ("OPS")	(ii)	**604**	545

15. Related party transactions (Continued)

(a) The Group had the following material transactions with related parties during the period: (continued)

Notes:

(i) The cost of purchases from an associate was determined by the directors and agreed between the parties.

(ii) The interest income from OPS was charged at interest rate of 6% (2025: 6%) per annum on a loan to OPS.

The loan to OPS of approximately HK$19,704,000 (31 December 2025: HK$20,114,000) before impairment of HK$1,000,000 (31 December 2025: HK$1,000,000) is unsecured, interest-bearing at 6% (2025: 6%) per annum and not repayable within 12 months from the reporting date.

(b) Outstanding balances with related companies:

Details of the Group's trade balances with its associate as at 30 June 2026 and 31 December 2025 are disclosed in note 12 to the unaudited condensed consolidated interim financial information.

(c) The compensation of the key management personnel of the Group is summarised as follows:

	Six months ended 30 June	
	2026 (Unaudited) HK$'000	2025 (Unaudited) HK$'000
Salaries and other short-term employee benefits	**4,641**	4,074
Pension costs – defined contribution plans	**27**	27
Total compensation paid/payable to key management personnel	**4,668**	4,101

16. Fair value and fair value hierarchy of financial instruments

Management has assessed that the fair values of cash and cash equivalents, restricted bank deposits, trade and bills receivables, trade and bills payables, financial assets included in prepayments, deposits and other receivables, borrowings, and financial liabilities included in other payables, accruals, contract liabilities and dividend payable approximate to their carrying amounts largely due to the short term maturities of these instruments.

The Group's finance department headed by the chief financial officer is responsible for determining the policies and procedures for the fair value measurement of financial instruments. The chief financial officer reports directly to the audit committee. At each reporting date, the finance department analyses the movements in the values of financial instruments and determines the major inputs applied in the valuation. The valuation is reviewed and approved by the management. The valuation process and results are discussed with the audit committee twice a year for interim and annual financial reporting.

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following method and assumption was used to estimate the fair values:

The fair values of financial instruments traded in active markets are based on quoted market prices at the reporting date. The quoted market price used for financial assets held by the Group is the current price within the bid-ask spread which is the most representative of the fair value in the given circumstances. The fair values of other financial assets and financial liabilities are determined in accordance with the generally accepted pricing models based on discounted cash flow analysis.

Fair values of unlisted securities classified as financial assets at fair value through other comprehensive income are determined by the market approach, using the valuation multiples of comparable companies in the market and the financial information of the unlisted securities as at balance sheet date. The key unobservable data includes price-to-revenue ratios of the comparable companies and discount for lack of marketability. A rise in price-to-revenue ratios or a fall in discount for lack of marketability, all changes taken in isolation, would lead to an increase of the fair value of unlisted securities.

16. Fair value and fair value hierarchy of financial instruments (Continued)

Fair value of unlisted insurance policy investment classified as financial assets at fair value through profit or loss that was not traded in an active market was considered to be the cash surrender value of the insurance policy.

The Group's unlisted securities classified as financial assets at fair value through other comprehensive income were only revalued at 31 December 2025. The directors considered that there were no significant changes in the values since previous annual reporting date.

There were no transfers between Levels 1, 2 and 3 during the period.

There were no changes in valuation techniques during the period.

During the period, there was fair value gain of HK$162,000 from unlisted key management insurance contract recognised in the condensed consolidated statement of profit or loss and other comprehensive income and presented net within "other income and gains, net".

Fair value hierarchy

The following tables illustrate the fair value measurement hierarchy of the Group's financial instruments:

	Fair value measured using			
	Quoted prices in active markets (Level 1) (Unaudited) HK$'000	Significant observable inputs (Level 2) (Unaudited) HK$'000	Significant unobservable inputs (Level 3) (Unaudited) HK$'000	Total (Unaudited) HK$'000
At 30 June 2026				
Financial assets at fair value through other comprehensive income:				
– unlisted securities	–	–	10,989	10,989
Financial assets at fair value through profit or loss				
– unlisted key management insurance contract	–	–	7,077	7,077
	–	–	18,066	18,066

16. Fair value and fair value hierarchy of financial instruments (Continued)

Fair value hierarchy (Continued)

The following tables illustrate the fair value measurement hierarchy of the Group's financial instruments: (continued)

	Fair value measured using			
	Quoted prices in active markets (Level 1) (Unaudited) HK$'000	Significant observable inputs (Level 2) (Unaudited) HK$'000	Significant unobservable inputs (Level 3) (Unaudited) HK$'000	Total (Unaudited) HK$'000
At 31 December 2025				
Financial assets at fair value through other comprehensive income:				
– unlisted securities	–	–	10,989	10,989
Financial assets at fair value through profit or loss				
– unlisted key management insurance contract	–	–	6,915	6,915
	–	–	17,904	17,904

17. Approval of the condensed consolidated financial information

The interim condensed consolidated financial information was approved and authorised for issue by the board of directors of the Company on 28 August 2026.