前海健康

QIAN HAI HEALTH

Qianhai Health Holdings Limited

前海健康控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 911)

Interim Report 2026

Contents

Corporate Information

BOARD OF DIRECTORS

NON-EXECUTIVE DIRECTORS

Mr. Huang Zhiqun *(Chairman)*
Mr. Chen Kaiben
Mr. Chen Qi

EXECUTIVE DIRECTORS

Mr. Yuen Chee Lap Carl
Mr. Tang Yu Yuan

INDEPENDENT NON-EXECUTIVE DIRECTORS

Mr. Li Wei
Mr. Leung Chun Tung
Ms. Wu Hung Yu

AUDIT COMMITTEE

Ms. Wu Hung Yu *(Chairman)*
Mr. Li Wei
Mr. Leung Chun Tung

REMUNERATION COMMITTEE

Mr. Li Wei *(Chairman)*
Mr. Yuen Chee Lap Carl
Mr. Leung Chun Tung

NOMINATION COMMITTEE

Mr. Li Wei *(Chairman)*
Mr. Yuen Chee Lap Carl
Mr. Leung Chun Tung
Ms. Wu Hung Yu

AUTHORISED REPRESENTATIVES

Mr. Huang Zhiqun
Ms. Yip Tak Yung Teresa

COMPANY SECRETARY

Ms. Yip Tak Yung Teresa

REGISTERED OFFICE

P.O. Box 2681, Cricket Square,
Hutchins Drive, Grand Cayman
KY1-1111, Cayman Islands

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Room 301-3, 3/F, Wing Tuck Commercial Centre
177-183 Wing Lok Street, Sheung Wan, Hong Kong

PRINCIPAL SHARE REGISTRAR

Conyers Trust Company (Cayman) Limited
Cricket Square, Hutchins Drive
P.O. Box 2681, Grand Cayman
KY1-1111, Cayman Islands

HONG KONG BRANCH SHARE REGISTRAR

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

INDEPENDENT AUDITOR

McMillan Woods (Hong Kong) CPA Limited

LEGAL ADVISOR

Chiu & Partners

PRINCIPAL BANKS

The Hong Kong and Shanghai Banking Corporation Limited
Taishin International Bank

INVESTORS RELATIONS

ir@qhhl.com.hk

STOCK CODE

0911

WEBSITE

www.qianhaihealth.com.hk

Management Discussion and Analysis

BUSINESS REVIEW

The Group operates primarily in the sale and distribution of semiconductors and electronic components, specializing in digital storage products, general electronic components, and complementary technical support services (the "**Electronic Component Business**"). The Group sources quality components from branded upstream manufacturers for distribution to downstream clients across Mainland China, Hong Kong, and Taiwan.

During the six months ended 30 June 2026 (the "**Interim Period**"), the global semiconductor market continued to grow, driven by strong demand for Artificial Intelligence (AI) computing power and supply shortages in traditional memory chips. Industry growth was predominantly led by the logic and memory chip sectors. Logic chips benefited from robust demand in AI servers and cloud infrastructure, while memory chips experienced significant price increases as major suppliers adjusted their production strategies.

Global memory manufacturers shifted substantial factory capacity toward high-margin products – such as High Bandwidth Memory (HBM) and DDR5 – to serve AI servers and high-end mobile devices. Consequently, the global supply of traditional memory products, including DDR4 DRAM and mid-to-low-end NAND flash, dropped sharply, creating tight market supply and driving prices upward.

To navigate these market dynamics, the Group leveraged market insights and strategic bulk purchasing to manage inventory, optimize procurement, and dynamically adjust selling prices to protect profit margins. Additionally, the Group continued to diversify its product portfolio to mitigate risk and maintain a steady revenue stream.

Despite strong overall demand in AI-driven sectors, the Group's business contracted during the Interim Period due to persistent structural bottlenecks across the global semiconductor supply chain. As upstream wafer fabs and primary manufacturers reallocated capacity toward specialized AI chips and advanced HBM/DDR5 packaging, allocations for standard silicon wafers, mainstream storage components, and general-purpose trading lines were tightly restricted. These supply cutbacks, coupled with extended delivery timelines across key trading channels, constrained the Group's fulfillable sales volume and reduced overall trading turnover.

Management Discussion and Analysis

FINANCIAL REVIEW

REVENUE AND GROSS PROFIT

During the Interim Period, over 98% of the Group's total revenue continued to be generated from the Electronic Component Business. Revenue and gross profit declined primarily due to supply constraints, restricted upstream allocations, extended channel delivery timelines, and lower trading volumes.

Gross profit was further impacted by thinner unit trading margins and higher procurement costs for available inventory. These supply constraints restricted the Group's ability to fully capitalize on market demand, placing pressure on overall operating leverage.

Reflecting the declines in revenue and gross profit, profit attributable to owners of the Company for the Interim Period decreased by approximately 36.7% as compared to the six months ended 30 June 2025 (the "**Prior Period**"). Moving forward, the Group will maintain a disciplined approach to inventory control, leverage data analytics to optimize pricing, and focus on working capital management to improve gross margins and safeguard long-term profitability.

REVERSAL OF PROVISION FOR EXPECTED CREDIT LOSSES

During the Interim Period, a reversal of expected credit loss provision on trade receivables of approximately HK$2.0 million was recognized (Prior Period: Nil), following the recent settlement of certain trade receivables previously provided for in prior years.

The Group would grant credit terms to its customers ranging between 30 to 180 days. The Group would perform periodic assessment on the impairment of trade receivables based on information including credit risk characteristics of each customer and settlement records, subsequent settlement status, expected timing and amount of recovering outstanding balances, and on-going trading relationships with the relevant customers and forward-looking information that may impact its customers' abilities to repay the outstanding trade receivables in order to estimate the expected credit losses.

As at 30 June 2026, trade receivables past due within 1-5 months amounted to approximately HK$73.9 million. The Group closely monitors customer business developments and repayment progress to maintain healthy commercial relationships while taking all necessary steps to recover outstanding debts.

RESULTS

The Group recorded a profit attributable to owners of the Company of approximately HK$2.8 million for the Interim Period. This represents a decrease as compared to a profit of approximately HK$4.8 million in the Prior Period.

FUTURE PROSPECTS

In 2026, the global semiconductor industry is expected to sustain its growth momentum, with AI continuing to serve as the primary driver. Expansion across the value chain will focus on AI computing power, AI storage capacity, and supporting sectors such as equipment, materials, and advanced packaging. Driven by the rollout of new technologies – including HBM4, High Bandwidth Flash (HBF), and AI DRAM/NAND – alongside ongoing DDR shortages, the storage market is expected to face tight supply and rising prices throughout the year. This supply tightness will impact consumer electronics (such as mobile phones and PCs), as well as the automotive, industrial, and telecommunications sectors.

As China advances toward independent and resilient supply chains, the semiconductor industry is well-positioned to capitalize on policy support and growing market demand. For technical segments that have achieved initial domestic substitution capabilities, enhanced policy, capital, and market support are expected to accelerate. This will enable leading domestic enterprises to deliver high-volume, stable, and high-quality products globally, while fostering upstream-downstream collaboration. Local semiconductor distributors stand to benefit significantly from this trend. Consequently, the Group maintains a cautiously optimistic outlook for its operations in 2026.

During the Interim Period, the Group continued to optimize its customer base and refine its market layout by engaging high-value industry scenarios and expanding relationships with key enterprise clients.

Looking ahead, growing industrial demand, accelerated domestic substitution, and emerging market opportunities are expected to drive customer order growth. The Group will continue to deepen partnerships with industry-leading clients, enhance supply chain resilience, and strengthen delivery management. Automotive, new energy, and servers are expected to remain key strategic growth sectors, and the Group will expand its presence across the AI industrial value chain to capture long-term market opportunities.

The Group will also seize the opportunities for business expansion, through making investments and/or acquiring business or projects that have promising outlooks and prospects, in order to generate best possible results for shareholders in the medium to long term.

WORKING CAPITAL AND INVENTORY CONTROL

As at 30 June 2026, the current ratio of the Group, calculated by dividing the total current assets by the total current liabilities, was approximately 8.9 times (31 December 2025: approximately 22.6 times).

As at 30 June 2026, the Group’s total assets amounted to approximately HK$441.4 million (31 December 2025: approximately HK$408.4 million). The Group’s gearing ratio, calculated on the basis of total liabilities of approximately HK$47.4 million (31 December 2025: approximately HK$17.2 million) divided by total assets, was at a low level of about 10.7% (31 December 2025: 4.2%).

As at 30 June 2026, the equity attributable to owners of the Company amounted to approximately HK$394.0 million (31 December 2025: approximately HK$391.2 million) and was equivalent to an amount of approximately HK$2.3 (2025: HK$2.3) per share of the Company.

INVENTORY CONTROL

As at 30 June 2026, the Group held inventories of approximately HK$231.4 million (31 December 2025: HK$54.9 million). Inventories are carried at the lower of cost and net realisable value. The Group has risk management and internal control systems in place to minimise the risk exposure on purchase price of the products that it purchases and to safeguard its assets.

The Group would monitor the market price of the relevant products every week, and may not make any further procurement in the event that the market price is lower than the purchase price quoted from the Group's suppliers. In addition, the Group would review and assess its product portfolio and product mix from time to time in order for the inventories in stock to be in line with the demand of the Group's customers based on their feedback and market information collected, and thus to minimise the risk of having any aging inventories and/or onerous contracts.

PREPAYMENT FOR INVENTORY PURCHASE

Prepayment for inventory purchase amounted to approximately HK$51 million as at 30 June 2026 (31 December 2025: approximately HK$49.0 million). As part of its regular business operations, the Group typically places purchase orders with suppliers to acquire electronic components. For each purchase order, the Group is required to make a deposit of 15-20% of the purchase price within three business days after placing the order. The remaining balance, along with the deposit, is paid prior to the delivery of the products. The prepayment does not involve any interest or collateral. Upon receipt of the products, the prepayment made by the Group is recognised as inventory cost. To the best of the Directors' knowledge, based on reasonable inquiries, the entity that we prepaid for inventory purchase and its ultimate beneficial owners are not affiliated with the Company and are independent of the Directors, chief executive, substantial shareholders, and associates of the Company and its subsidiaries. The Group's management conducts regular evaluations of its suppliers (such as reputation, delivery track records and quality control measures, etc.), assessing their ability to fulfill delivery agreements.

LIQUIDITY AND FINANCIAL RESOURCES

The principal sources of funds for the Group are through internally generated cash flows. As at 30 June 2026, cash and cash equivalents of the Group amounted to approximately HK$17.9 million (31 December 2025: approximately HK$61.4 million).

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

CHARGE OF ASSETS

As at 30 June 2026, certain land and buildings of the Group, with a total carrying value of approximately HK$18.8 million, were pledged to a supplier (an independent third party) as securities for purchase of products for the Electronic Component Business.

FOREIGN EXCHANGE EXPOSURE

The Group faces foreign exchange risk as certain cash and cash equivalents are denominated in foreign currencies. The reporting currency is Hong Kong dollars ("**HKD**") and the business transactions of the Group are mainly denominated in HKD, United States dollars and Renminbi. As a result, the Group incurred transactional and translational foreign currency gains or losses from its operations. For the Interim Period, the Group incurred foreign exchange loss amounted to approximately HK$0.04 million (Prior Period: a foreign exchange gain amounted to approximately HK$0.04 million). The Board will continuously monitor the foreign exchange exposure and will consider hedging of foreign currency risk should the need arise.

LITIGATIONS

There is a legal action from a supplier (the "**Plaintiff**") against a disposed subsidiary of the Company and the Company, for a total sum of CAD2.8 million (approximately HK$13.4 million) being an alleged outstanding payment owed to the Plaintiff. The management considers the counterclaim by the Plaintiff against the Company is lacking substantiation and evidence in support. The Directors do not consider the outcome of any of these claims to have any material adverse impact on the Group's financial position as a whole. As such, no provision has been made in these consolidated financial statements for the Interim Period.

The management is in the process of seeking legal advice and will closely monitor the status of the legal proceedings. The Company will provide shareholders and potential investors with updates on the development of such proceedings as and when appropriate.

SIGNIFICANT INVESTMENTS, ACQUISITIONS AND DISPOSALS

During the Interim Period, the Group had no significant investments, nor any material acquisitions or disposals of subsidiaries, associates and joint ventures. The Group did not have any specific future plans for material investments or capital assets as at the date of this interim report. The Group will continue to explore and evaluate investment opportunities for the Group's business development.

CONTINGENT LIABILITIES

The Group did not have any material contingent liabilities as at 30 June 2026.

EVENTS AFTER REPORTING PERIOD

There was no material event which could have material impact to the Group's operating and financial performance after the Interim Period and up to the date of this interim report.

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

During the Interim Period, neither the Company, nor any of its subsidiaries purchased, redeemed or sold any of the Company's listed securities (including sale of treasury shares, if any). The Company did not hold any treasury shares during the Interim Period.

INTERIM DIVIDEND

The Directors do not recommend any dividend in respect of the Interim Period.

EMPLOYEES AND REMUNERATION POLICIES

As at 30 June 2026, we had a total of 19 employees. The Company determines employee salaries based on each employee's qualifications, position and seniority. The Group has established an annual review system to assess the performance of its employees, which forms the basis of its decisions with respect to salary raises, bonuses and promotions. The emoluments of the Directors are decided by the Board after recommendation from the remuneration committee of the Company, having considered the factors such as the Group's financial performance, the achievement of special targets and the individual performance of the Directors, etc. Apart from mandatory provident fund and medical insurance, the Company has adopted a share option scheme under which share options may also be awarded to the Directors and eligible employees as an incentive with reference to the assessment of individual performance. The Board believes that the Group maintains an amicable relationship with the employees.

Corporate Governance and Other Information

DIRECTORS' INTERESTS IN SHARES AND UNDERLYING SHARES

As at 30 June 2026, the interests or short positions of the Directors and the chief executive of the Company in the shares, underlying shares and debentures of the Company and its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "**SFO**")) which have been notified to the Company and The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which were taken or deemed to have under such provisions of the SFO) or were required, pursuant to section 352 of the SFO, to be entered in the register referred to therein, or were required pursuant to the Model Code ("**Model Code**") for Securities Transactions by Directors of Listed Issuers contained in Appendix C3 to the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**"), to be notified to the Company and the Stock Exchange were as follows:

*(I) LONG/SHORT POSITIONS IN THE SHARES OF THE COMPANY (THE "**SHARES**")*

Name of Director	Capacity/Nature of interest	Number of shares	Position *(Note 1)*	Percentage of shareholding *(Note 3)*
Mr. Huang Zhiqun	Beneficial owner	169,000	L	0.10%
	Interest in a controlled corporation, parties acting in concert *(Note 2)*	89,248,577	L S	52.67%

Notes:

1. The letter "L" denotes long position in the Shares. The letter "S" denotes short position in the Shares.

2. These 89,248,577 Shares were beneficially owned by Explorer Rosy Limited ("**Explorer Rosy**") as at 30 June 2026. As at 30 June 2026, Explorer Rosy was owned by Great Prosperous Limited ("**Great Prosperous**"), Thousands Beauties Limited ("**Thousands Beauties**") and Noble Stand Limited ("**Noble Stand**") as to 80%, 10% and 10%, respectively. As at 30 June 2026, Great Prosperous, through Sparkling Rock Limited ("**Sparkling Rock**"), was wholly owned by Mr. Huang Zhiqun, while Thousands Beauties and Noble Stand were wholly and beneficially owned by Ms. Huang Jinglin. Mr. Huang Zhiqun and Ms. Huang Jinglin are deemed to be parties acting in concert pursuant to the SFO. By virtue of the SFO, each of Mr. Huang Zhiqun and Ms. Huang Jinglin is deemed to be interested in all the Shares held by Explorer Rosy.

   As at 30 June 2026, these 89,248,577 Shares were pledged in favour of Yunnan International Supply Chain Limited.

3. As at 30 June 2026, the number of issued Shares were 169,445,000.

(II) *LONG POSITIONS IN THE SHARES OF ASSOCIATED CORPORATION OF THE COMPANY – EXPLORER ROSY*

Name of Director	Capacity	Number of shares	Percentage of shareholding
Mr. Huang Zhiqun	Beneficial owner	8,000 shares of US$1 each	80%

Save as disclosed above, as at 30 June 2026, no Directors or chief executive of the Company had any interests or short position in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which would have to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which were taken or deemed to be have under such provisions) or which were required, pursuant to section 352 of the SFO, to be entered in the register referred to therein or which were required in the Listing Rules pursuant to the Model Code to be notified to the Company and the Stock Exchange.

SUBSTANTIAL SHAREHOLDERS

As at 30 June 2026, according to the register of interests maintained by the Company pursuant to section 336 of the SFO and so far as was known to, or could be ascertained after reasonable enquiry by the Directors or chief executive of the Company, the following persons, other than the Directors and the chief executive of the Company, who had an interest or a short position in the shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or who were, directly or indirectly, deemed to be interested in 5% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances at general meetings of any other member of the Group and the amount of each of such person's interests in such securities, together with particulars of any options in respect of such capital were as follows:

(I) LONG/SHORT POSITIONS IN THE SHARES AND UNDERLYING SHARES OF THE COMPANY

Name of Shareholder	Capacity/Nature of interest	Number of shares	Position *(Note 1)*	Percentage of shareholding
Explorer Rosy	Beneficial owner	89,248,577	L S	52.67%
Great Prosperous	Interest in a controlled corporation, parties acting in concert *(Note 2)*	89,248,577	L S	52.67%
Thousands Beauties	Interest in a controlled corporation, parties acting in concert *(Note 3)*	89,248,577	L S	52.67%
Noble Stand	Interest in a controlled corporation, parties acting in concert *(Note 3)*	89,248,577	L S	52.67%
Sparkling Rock	Interest in a controlled corporation, parties acting in concert *(Note 2)*	89,248,577	L S	52.67%
Ms. Huang Jinglin	Interest in a controlled corporation, parties acting in concert *(Note 3)*	89,248,577	L S	52.67%
Yunnan Provincial Energy Investment Group Co., Ltd.	Having a security interest in shares *(Note 4)*	89,248,577	L	52.67%
Yunnan Energy Investment (HK) Co., Limited	Having a security interest in shares *(Note 4)*	89,248,577	L	52.67%
Yunnan International Supply Chain Limited	Having a security interest in shares *(Note 4)*	89,248,577	L	52.67%
Yunnan International Holding Group Limited	Having a security interest in shares *(Note 4)*	89,248,577	L	52.67%
Mr. Alan CW Tang	Joint and several receivers *(Note 5)*	89,248,577	L	52.67%
Ms. Hou Chung Man	Joint and several receivers *(Note 5)*	89,248,577	L	52.67%
SHINEWING SAS (Nominee Services) No. 3 Limited	Receivers *(Note 5)*	89,248,577	L	52.67%

Notes:

1. The letter "L" denotes long position in the Shares. The letter "S" denotes short position in the Shares.

2. Explorer Rosy was owned by Great Prosperous, Thousands Beauties and Noble Stand as to 80%, 10% and 10%, respectively. Great Prosperous was wholly owned by Sparkling Rock. By virtue of the SFO, Great Prosperous and Sparkling Rock are deemed to be interested in all the Shares held by Explorer Rosy.

3. Great Prosperous, through Sparkling Rock, was wholly and beneficially owned by Mr. Huang Zhiqun, while each of Thousands Beauties and Noble Stand was wholly and beneficially owned by Ms. Huang Jinglin. As Mr. Huang Zhiqun and Ms. Huang Jinglin are deemed to be parties acting in concert pursuant to the SFO, by virtue of the SFO, each of Thousand Beauties and Noble Stand is deemed to be interested in all the Shares held by Explorer Rosy.

4. As at 30 June 2026, 89,248,577 Shares were pledged in favour of Yunnan International Supply Chain Limited. According to the information available to the Company, Yunnan International Supply Chain Limited was wholly owned by Yunnan International Holding Group Limited, which in turn was owned as to approximately 40% by Yunnan Energy Investment (HK) Co., Limited. Yunnan Energy Investment (HK) Co., Limited is wholly owned by Yunnan Provincial Energy Investment Group Co., Ltd..

5. As at 30 June 2026, Ms. Hou Chung Man and Mr. Alan C W Tang were appointed as the joint and several receivers over 89,248,577 Shares, while SHINEWING SAS (Nominee Services) No. 3 Limited was jointly controlled by Ms. Hou Chung Man and Mr. Alan C W Tang in their capacity as receivers.

6. As at 30 June 2026, the number of issued Shares were 169,445,000.

(II) LONG POSITIONS IN THE SHARES OF ASSOCIATED CORPORATIONS OF THE COMPANY – EXPLORER ROSY

Name of Shareholder	Capacity/Nature of interest	Number of shares	Percentage of shareholding
Ms. Huang Jinglin	Beneficial owner	2,000 share of US$1 each	20%

Save as disclosed above, as at 30 June 2026, none of the Directors and chief executive of the Company and/or any of their respective associates had any interest and short position in the shares, underlying shares and debentures of the Company and/or any of its associated corporations (within the meaning of Part XV of the SFO) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were taken or deemed to have under such provisions of the SFO); or were required, pursuant to section 352 of the SFO, to be entered in the register of the Company referred to therein; or were required, pursuant to Part XV of the SFO or the Model Code, to be notified to the Company and the Stock Exchange.

Save as disclosed above, as at 30 June 2026, the Company was not notified by any persons (other than Directors or chief executive of the Company as discussed above) who had interests or short positions in the Share or underlying Shares which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or which were recorded in the register required to be kept by the Company under section 336 of the SFO.

SHARE OPTION SCHEME

The Company's share option scheme (the "**Scheme**") was adopted for a period of 10 years commencing 27 June 2024 (which will expire on 26 June 2034) pursuant to an ordinary resolution passed at the annual general meeting of the Company held on 27 June 2024. Since the adoption of the Scheme and up to 30 June 2026, no share option was granted, exercised, cancelled or lapsed under the Scheme. Hence, there were no outstanding share options as at 30 June 2026.

Details of the Scheme are as follows:

(1) PURPOSE

(i) Providing incentives or rewards to eligible participants for their contribution to the growth and development of the Group;

(ii) Attracting and retaining personnel to promote the sustainable development of the Group; and

(iii) Aligning the interest of the grantees with those of the Shareholders to promote the long-term financial and business performance of the Company.

(2) ELIGIBLE PERSONS

(i) Any employee (whether full time or part time, including any executive director, but excluding any non-executive director) of the Company or any of its subsidiaries (and including persons who are granted options under the Scheme as an inducement to enter into employment contracts with these companies);

(ii) Any non-executive directors (including independent non-executive directors) of the Company or any subsidiary; and

(iii) Any director or employee of the holding companies, fellow subsidiaries or associated companies of the Company.

(3) MAXIMUM NUMBER OF SHARES

The maximum number of Shares available for issue under the Scheme is 16,944,500, representing 10% of the issued ordinary share capital of the Company (excluding treasury shares, if any) as at the date of the annual general meeting of the Company held on 27 June 2024 and the date of this interim report. The number of share options available for grant under the mandate of the Scheme was 16,944,500 as at 1 January 2026 and 30 June 2026.

Options granted to any Director, chief executive or substantial shareholder of the Company, or any of their respective associates, must be approved by the independent non-executive Directors (excluding any independent non-executive Director who or whose associate is the proposed grantee).

(4) MAXIMUM ENTITLEMENT OF EACH ELIGIBLE PERSON.

Unless approved by shareholders, the total number of shares issued and to be issued in respect of which options granted and may be granted (excluding any options and awards lapsed in accordance with the terms of the Scheme or any other relevant share scheme(s)) to any individual in any 12-month period up to and including the date of such grant is not permitted to exceed 1% of the shares of the Company in issue at any point in time.

Where options granted to an independent non-executive Director or a substantial shareholder or any of their respective associates would result in the Shares issued and to be issued upon exercise of all options and awards granted (excluding any options and awards lapsed in accordance with the terms of the Scheme or any other relevant share scheme(s)) to such person in the 12-month period up to and including the date of such grant representing in aggregate over 0.1% of the Shares in issue, such grant of options or awards must be approved by the Shareholders in general meeting.

(5) ACCEPTANCE OF OFFERS

The offer of a grant of share options may be accepted within 21 days from the date of the offer, upon payment of a nominal consideration of HK$1 by the grantee.

(6) TIME OF EXERCISE OF OPTION

The exercise period for the share options granted is determined by the Board, which period may commence from the date of acceptance of the offer for the grant of share options but shall end in any event not later than 10 years from the date of the grant of the option subject to the provisions for early termination under the Scheme.

(7) VESTING PERIOD

The vesting period of the share options is from the date of grant until the commencement of the exercise period. The vesting period of the share options shall not be shorter than 12 months from the date of acceptance of the offer subject to the provisions for shorter vesting period under the Scheme.

(8) BASIS OF DETERMINING THE OPTION EXERCISE PRICE

The exercise price of the share options is determinable by the Directors, but may not be less than the higher of (i) the Stock Exchange closing price of the Shares on the date of the offer of the share options which must be a business day; (ii) the average Stock Exchange closing price of the Shares for the five business days immediately preceding the date of the offer; and (iii) the nominal value of the Shares.

(9) THE REMAINING LIFE OF THE SCHEME

The Scheme will be effective for a period of ten years commencing on 27 June 2024 and expire on 26 June 2034. As at the date of this report, the remaining life of the New Scheme is approximately eight years.

CORPORATE GOVERNANCE

The Board is committed to achieving high standards of corporate governance to safeguard the interest of the Company's shareholders and to enhance corporate value and accountability. For the Interim Period, the Company has applied the principles and complied with the applicable code provisions of the corporate governance code ("**CG Code**") as set out in Part 2 of Appendix C1 to the Listing Rules. The Group also has in place an internal control system to perform the checks and balance function. There are also three independent non-executive Directors on the Board offering strong, independent and differing perspectives. The Board is therefore of the view that there are adequate balance-of-power and safeguards in place to enable the Company to make and implement decisions promptly and effectively.

MODEL CODE FOR SECURITIES TRANSACTIONS

The Company has adopted the code of conduct rules (the "**Model Code**") regarding securities transactions by Directors on terms no less exacting than the required standard set out in the Model Code for Securities Transactions by the Directors of Listed Issuers as set out in Appendix C3 to the Listing Rules, and that having made specific enquiry to all Directors, the Company confirms that all Directors have complied with the Model Code.

UPDATES ON DIRECTORS' INFORMATION

Save as disclosed below, there is no change in the information of the Directors required to be disclosed pursuant to rule 13.51B(1) of the Listing Rules since the publication of the Company's annual report for the year ended 31 December 2025.

Mr. Li Wei, our independent non-executive Director, was appointed as an independent non-executive director of Contel Technology Company Limited, a company listed on the Main Board of the Stock Exchange (stock code: 1912), since 21 August 2026.

AUDIT COMMITTEE

The Company has established the audit committee of the Board (the "**Audit Committee**") with a specific written terms of reference in accordance with the requirements under Rule 3.21 of the Listing Rules and the CG Code. The Audit Committee is responsible for, among others, reviewing and supervising the Group's financial reporting process, assisting the Board to ensure effective risk management and internal control systems and providing advice and comments to the Board.

As at 30 June 2026 and up to the date of this interim report, the Audit Committee comprised all three independent non-executive Directors, namely, Ms. Wu Hung Yu (Chairperson of the Audit Committee), Mr. Li Wei and Mr. Leung Chun Tung.

The Audit Committee has reviewed with the management the accounting principles and practices adopted by the Group and discussed the internal control procedures and financial reporting matters including the review of the Group's financial results for the Period. The Audit Committee is of the view that the unaudited interim consolidated financial statements for the Interim Period have been prepared in accordance with the applicable standards, the Listing Rules and the statutory provisions and sufficient disclosures have been made.

The unaudited interim condensed consolidated financial statements for the Interim Period have been reviewed by the Audit Committee.

By order of the Board
Qianhai Health Holdings Limited
Mr. Huang Zhiqun
Chairman

Hong Kong, 12 August 2026

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the six months ended 30 June 2026

		Six months ended 30 June	
	Notes	**2026** **HK$'000** **(unaudited)**	2025 HK$'000 (unaudited)
Revenue	*4*	**116,760**	340,853
Costs of sales		**(109,048)**	(326,698)
Gross profit		**7,712**	14,155
Other income	*5*	**2**	18
Other gains, net	*6*	**113**	35
Reversal of loss allowance for expected credit losses on trade receivable		**2,030**	–
Selling and distribution costs		**(197)**	(40)
Administrative expenses		**(6,758)**	(9,371)
Finance costs	*7*	**(7)**	(23)
Operating profit before income tax	*8*	**2,895**	4,774
Income tax expense	*9*	**(51)**	–
Profit for the period attributable to owners of the Company		**2,844**	4,774
Other comprehensive loss			
Exchange differences arising on translation of foreign operation		**–**	(279)
Total comprehensive income for the period and total comprehensive income attributable to owners of the Company		**2,844**	4,495
Earnings per share			
– basic	*11*	**1.68 cents**	2.82 cents
– diluted	*11*	**1.68 cents**	2.82 cents

Condensed Consolidated Statement of Financial Position

As at 30 June 2026

	Notes	As at 30 June 2026 HK$'000 (unaudited)	As at 31 December 2025 HK$'000 (audited)
ASSETS			
Non-current asset			
Property, plant and equipment	*12*	**18,890**	19,649
Total non-current asset		**18,890**	19,649
Current assets			
Inventories		**231,373**	54,855
Trade and other receivables and prepayments	*13*	**173,284**	272,497
Cash at bank		**17,884**	61,385
Total current assets		**422,541**	388,737
Total assets		**441,431**	408,386
EQUITY			
Equity attributable to owners of the Company			
Share capital	*15*	**67,778**	67,778
Reserves		**326,267**	323,422
Total equity		**394,045**	391,200

Condensed Consolidated Statement of Financial Position

As at 30 June 2026

	Notes	As at 30 June 2026 HK$'000 (unaudited)	As at 31 December 2025 HK$'000 (audited)
LIABILITIES			
Current liabilities			
Trade and other payables	*14*	**14,841**	16,762
Contract liabilities		**32,395**	–
Tax payable		**43**	–
Lease liabilities		**107**	424
Total current liabilities		**47,386**	17,186
Total liabilities		**47,386**	17,186
Total equity and liabilities		**441,431**	408,386
Net current assets		**375,155**	371,551
Total assets less current liabilities		**394,045**	391,200
Net assets		**394,045**	391,200

Condensed Consolidated Statement of Changes in Equity

For the six months ended 30 June 2026

	Attributable to owners of the Company						
	Share capital HK$'000	Share premium HK$'000	Capital reserves HK$'000	Exchange reserve HK$'000	Share option reserve HK$'000	Retained earnings HK$'000	Total HK$'000
Balance as at 1 January 2026 (audited)	67,778	246	8,249	(182)	–	315,110	391,201
Income and total comprehensive income for the period	–	–	–	–	–	2,844	2,844
Exchange differences arising from translation of foreign operations, net of nil tax	–	–	–	–	–	–	–
Balance as at 30 June 2026 (unaudited)	67,778	246	8,249	(182)	–	317,954	394,045
Balance as at 1 January 2025 (audited)	67,778	246	8,249	129	1,283	307,885	385,570
Income and total comprehensive income for the period	–	–	–	–	–	4,774	4,774
Exchange differences arising from translation of foreign operations, net of nil tax	–	–	–	(279)	–	–	(279)
Balance as at 30 June 2025 (unaudited)	67,778	246	8,249	(150)	1,283	312,659	390,065

Condensed Consolidated Statement of Cash Flows

For the six months ended 30 June 2026

	Six months ended 30 June	
	2026	2025
	HK$'000	HK$'000
Net cash (used in)/generated from operating activities	**(43,177)**	4,258
Cash flows from investing activities		
Purchases of property, plant and equipment	**–**	(11)
Net cash (used in) investing activities	**–**	(11)
Cash flows from financing activities		
Principle element of lease payment	**(317)**	(301)
Interest element of lease payment	**(7)**	(23)
Net cash (used in) financing activities	**(324)**	(324)
Net (decrease)/increase in cash and cash equivalents	**(43,501)**	3,923
Cash and cash equivalents at beginning of the period	**61,385**	23,258
Cash and cash equivalents at end of the period	**17,884**	27,181

Notes to the Consolidated Financial Statements

1. GENERAL AND BASIS OF PREPARATION

Qianhai Health Holdings Limited (the "**Company**") and its subsidiaries (together, the "**Group**") are principally engaged in sale of electronic component products and health-care products and food.

The Company was incorporated as an exempted company with limited liability in the Cayman Islands on 18 August 2011 under the Companies Act, Cap 22 (Law 3 of 1961, as consolidated and revised) of Cayman Islands. The Company's immediate and ultimate holding company is Explorer Rosy Limited ("**Explorer Rosy**"), a company incorporated in the British Virgin Islands. The ultimate beneficial owners of Explorer Rosy are Mr. Huang Zhiqun and Ms. Huang Jinglin. The address of the Company's registered office is P.O. Box 2681, Cricket Square, Hutchins Drive, Grand Cayman, KY1-1111, Cayman Islands. The address of its principal place of business is Room 301-3, 3/F, Wing Tuck Commercial Centre, 177-183 Wing Lok Street, Sheung Wan, Hong Kong. The Company's shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**").

The condensed consolidated interim financial statements ("**Financial Statements**") are presented in Hong Kong dollars ("**HK$**"), which is also the functional currency of the Company.

2. BASIS OF PREPARATION

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

These Financial Statements do not include all the information and disclosures required in annual consolidated financial statements, and should be read in conjunction with the consolidated financial statements of the Group for the year ended 31 December 2025, which have been prepared in accordance with HKFRS Accounting Standards.

3. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis.

The accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 June 2026 are the same as those followed in the preparation of the Group's annual financial information for the year ended 31 December 2025.

Application of amendments to HKFRS Accounting Standards

In the current interim period, the Group has applied the following amendments to HKFRS Accounting Standard issued by the HKICPA, for the first time, which are mandatorily effective for the annual period beginning on 1 January 2026 for the preparation of the 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 HKFRS Accounting Standards in the current period has had no material impact on the Group's financial positions and performance for the current and prior periods and/ or on the disclosures set out in these condensed consolidated financial statements.

4. SEGMENT INFORMATION

The Group determines its operating segments based on internal reports reviewed by the chief operating decision makers, which are the executive Directors, for the purpose of allocating resources to the segments and to assess their performance which focus on the sale of different types of products from different business lines.

Specifically, the Group's reportable and operating segments have been identified as follows:

(i) Electronic component products: sale of information technology component products (including NAND flash wafer (a thin slice of semiconductor material, such as silicon, which is a vital component of flash memory integrated circuits (ICs)); embed multi-chip package (eMCP) memory (an electronic component containing several memory chips and other electronic components); and

(ii) Health-care products and food: sale of health-care products and food (including Chinese herbal wine and other health-care products).

4. SEGMENT INFORMATION *(CONTINUED)*

The following is an analysis of the Group's revenue and results by segment:

	Electronic components HK$'000	Health-care products and food HK$'000	Total HK$'000
Six months ended 30 June 2026 (unaudited)			
Segment revenue	**114,510**	**2,250**	**116,760**
Cost of sales	**(107,257)**	**(1,791)**	**(109,048)**
Segment result	**7,253**	**459**	**7,712**
Six months ended 30 June 2025 (unaudited)			
Segment revenue	339,115	1,738	340,853
Cost of sales	(325,056)	(1,642)	(326,698)
Segment result	14,059	96	14,155

	Six months ended 30 June	
	2026 HK$'000 (unaudited)	2025 HK$'000 (unaudited)
Segment results	**7,712**	14,155
Unallocated		
Other income	**2**	18
Other gains, net	**113**	35
Reversal of loss allowance for expected credit losses ("**ECL**") on trade receivable	**2,030**	–
Selling and distribution expenses	**(197)**	(40)
Administrative expenses	**(6,758)**	(9,371)
Finance costs	**(7)**	(23)
Profit before income tax	**2,895**	4,774

Revenue reported above represents revenue generated from external customers. There were no intersegment sales during both periods.

4. SEGMENT INFORMATION *(CONTINUED)*

Segment result during the period represents the gross profit of each segment without allocation of other income, other gains, net, reversal of loss allowance for ECLs on trade receivable, selling and distribution expenses, administrative expenses and finance costs. This is the measure reported to the Group's chief operating decision maker, for the purposes of resource allocation and performance assessment.

5. OTHER INCOME

	Six months ended 30 June	
	2026	2025
	HK$'000	HK$'000
	(unaudited)	(unaudited)
Interest income from bank deposits	**2**	18

6. OTHER GAINS, NET

	Six months ended 30 June	
	2026	2025
	HK$'000	HK$'000
	(unaudited)	(unaudited)
Reversal of allowance for inventories	**151**	–
Exchange (loss)/gain, net	**(38)**	35
	113	35

7. FINANCE COSTS

	Six months ended 30 June	
	2026	2025
	HK$'000	HK$'000
	(unaudited)	(unaudited)
Interest expense on:		
– lease liabilities	**7**	23

8. PROFIT BEFORE TAXATION

	Six months ended 30 June	
	2026	2025
	HK$'000	HK$'000
	(unaudited)	(unaudited)
Profit before taxation has been arrived at after charging:		
Depreciation of property, plant and equipment	**759**	852
Expenses relating to short-term leases and other leases	**489**	460

9. INCOME TAX EXPENSE

(I) HONG KONG PROFITS TAX

Hong Kong Profits Tax is calculated at 16.5% (2025: 16.5%) on the estimated assessable profit. No provision for Hong Kong Profits Tax has been made for the Company and the subsidiaries incorporated in Hong Kong as they have no assessable profits or sufficient tax losses brought forward to set off estimated assessable profits in both current and prior periods.

(II) PRC ENTERPRISE INCOME TAX

The subsidiaries established in the People's Republic of China ("**PRC**") are subject to PRC Enterprise Income Tax ("**EIT**") rate of 25% (2025: 25%) during the Interim Period.

(III) INCOME TAX FROM OTHER TAX JURISDICTIONS

Pursuant to the income tax rules and regulations, the Group is not subject to income tax in the jurisdictions of the Cayman Islands and the BVI.

10. DIVIDENDS

No dividend has been proposed by the Directors during the six months ended 30 June 2026 and subsequent to the end of the reporting period.

11. EARNINGS PER SHARE

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

	Six months ended 30 June	
	2026	2025
	HK$'000	HK$'000
	(unaudited)	(unaudited)
Earnings		
Profit attributable to owners of the Company	**2,844**	4,774

	Six months ended 30 June	
	2026	2025
	('000)	*('000)*
Number of shares		
Weighted average number of ordinary shares for the purpose of basic and diluted earnings per share	**169,445**	169,445

Diluted earnings per share is the same amount as the basic earnings per share for the six months ended 30 June 2026 and 2025 because the exercise of the outstanding share options would be anti-dilutive.

12. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2026, the Group has no acquired property, plant and equipment (six months ended 30 June 2025: HK$10,580). The Group has no material disposal of property, plant and equipment on both periods.

13. TRADE AND OTHER RECEIVABLES AND PREPAYMENTS

	As at 30 June 2026 HK$'000 (unaudited)	As at 31 December 2025 HK$'000 (audited)
Trade receivables, gross	**118,197**	225,478
Less: allowance for ECL	**(778)**	(2,808)
Trade receivables, net *(Note A)*	**117,419**	222,670
Prepayments for inventory purchases *(Note B)*		
– electronic component products	**51,067**	49,021
Other prepayments	**–**	558
Value-added tax recoverable	**4,540**	–
Deposits	**258**	248
	55,865	49,827
Total	**173,284**	272,497

Notes:

(A) Trade receivables

The Group generally grants credit periods ranging from 30 to 180 days to its customers. Before accepting any new customer, the Group internally assesses the potential customer's credit quality and define an appropriate credit limit. Management closely monitors the credit quality and follow-up action is taken if overdue debts are noted.

13. TRADE AND OTHER RECEIVABLES AND PREPAYMENTS *(CONTINUED)*

Notes: (Continued)

(A) Trade receivables *(Continued)*

The following is an aging analysis of trade receivables, based on the invoice date which approximate the respective revenue recognition dates, and net of loss allowance for ECL, at the end of each reporting period:

	As at 30 June 2026 HK$'000 (unaudited)	As at 31 December 2025 HK$'000 (audited)
0 – 30 days	**36,655**	146,696
31 – 90 days	**–**	28,424
91 – 180 days	**11,959**	31,133
181 – 360 days	**68,805**	16,417
	117,419	222,670

(B) Prepayment for inventory purchase

The balance of prepayment mainly represents several non-refundable deposits placed with the suppliers of the Group electronic component products. For each individual purchase order placed with the suppliers, the Group was required to pay an upfront prepayment of the purchase price of the products. The prepayments are carried at cost and is expected to be utilised within one year. The management compares the unit price of the above non-cancellable purchase orders so committed against the subsequent market price and trend of the ordered electronic components and to determine if provision for onerous contracts is necessary.

14. TRADE AND OTHER PAYABLES

	As at 30 June 2026 HK$'000 (unaudited)	As at 31 December 2025 HK$'000 (audited)
Trade payables	**14,462**	15,570
Other payables		
– Accruals	**375**	1,188
– Other payables	**4**	4
Total	**14,841**	16,762

The Group normally receives credit terms of 90 days from its suppliers. As at 30 June 2026, the aging of the trade payables, based on the goods received date (approximates respective invoice date), ranged between 30 to 90 days.

15. SHARE CAPITAL

	Nominal value per share	Number of shares (thousands)	Amount HK$'000
Ordinary shares			
Authorised:			
At 31 December 2025, 1 January 2026 and 30 June 2026	0.40	500,000	200,000
Issued and fully paid:			
At 31 December 2025, 1 January 2026 and 30 June 2026	0.40	169,445	67,778