

## TEN PAO GROUP HOLDINGS LIMITED

天寶集團控股有限公司

(Incorporated in the Cayman Islands with limited liability) Stock code: 1979



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### **CORPORATE INFORMATION**

### **BOARD OF DIRECTORS**

### **Executive Directors**

Mr. Hung Kwong Yee (Chairman and Chief Executive Officer)

Mr. Tse Chung Shing Ms. Hung Sui Lam

# Independent Non-executive Directors

Mr. Lam Cheung Chuen Mr. Chu Yat Pang Terry Mr. Lee Kwan Hung Eddie

Dr. Lui Sun Wing

# **BOARD COMMITTEES**Audit Committee

Mr. Chu Yat Pang Terry (Chairperson)

Mr. Lam Cheung Chuen Mr. Lee Kwan Hung Eddie

Dr. Lui Sun Wing

### **Remuneration Committee**

Mr. Lee Kwan Hung Eddie (Chairperson)

Mr. Hung Kwong Yee

Mr. Lam Cheung Chuen

Mr. Chu Yat Pang Terry

Dr. Lui Sun Wing

### **Nomination Committee**

Mr. Hung Kwong Yee (Chairperson)

Ms. Hung Sui Lam

Mr. Lam Cheung Chuen

Mr. Chu Yat Pang Terry

Mr. Lee Kwan Hung Eddie

Dr. Lui Sun Wing

### **COMPANY SECRETARY**

Mr. Tse Chung Shing, ACCA

# AUTHORISED REPRESENTATIVES

Mr. Hung Kwong Yee Mr. Tse Chung Shing

### **REGISTERED OFFICE**

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

# HEADQUARTERS AND PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Rooms 610–612, 6th Floor Kwong Sang Hong Centre 151–153 Hoi Bun Road Kwun Tong Kowloon Hong Kong

# PRINCIPAL PLACE OF BUSINESS IN THE PRC

Dongjiang Industrial Estate Shuikou Street Huicheng District Huizhou City 516005 Guangdong Province The People's Republic of China (the "PRC")



# SHARE REGISTRARS 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

### HONG KONG LEGAL ADVISOR

Deacons 5/F, Alexandra House 18 Chater Road Central Hong Kong

### **AUDITOR**

PricewaterhouseCoopers

Certified Public Accountants

Registered Public Interest Entity Auditor

22/F, Prince's Building

Central

Hong Kong

### PRINCIPAL BANKERS

Bank of China (Hong Kong) Limited DBS Bank (Hong Kong) Limited Hongkong and Shanghai Banking Corporation Limited Hang Seng Bank Limited

### **STOCK CODE**

1979

### **COMPANY'S CORPORATE WEBSITE**

www.tenpao.com

### INVESTOR RELATIONS CONTACT

https://tp.tenpao.com/en/investors-query

### **FINANCIAL HIGHLIGHTS**

### Six months ended 30 June

		2025 (Unaudited)	2024 (Unaudited)	Change
Revenue	HK\$'000	2,948,051	2,471,011	19.3%
Operating profit	HK\$'000	252,344	200,111	26.1%
Profit for the period attributable to the owners of the				
Company	HK\$'000	211,650	175,830	20.4%
Gross profit margin	%	17.9	20.3	-2.4% points
Operating profit margin	%	8.6	8.1	0.5% point
Profit margin attributable to				
owners of the Company	%	7.2	7.1	0.1% point
Earnings per share				
— basic and diluted per share	HK cents	21	17	
Interim dividend per share	HK cents	6.2	5.2	
		30 June	31 December	
		2025	2024	Change
Gearing ratio	%	29.9	35.1	-5.2% points
Current ratio	times	1.12	1.10	1.8%
Average inventory turnover				
period	days	71	74	-4.05%
Average trade receivables				
turnover period	days	92	89	3.37%
Average trade payables				
turnover period	days	110	118	-6.78%

### MANAGEMENT DISCUSSION AND ANALYSIS

#### **OVERVIEW**

As an industry-leading provider of smart power supply solutions, Ten Pao Group Holdings Limited ("Ten Pao" or the "Company" and, together with its subsidiaries, the "Group") has long focused on product research and development ("R&D"), pioneering innovative power supply solutions tailored to the changing times and market demands. For many consecutive years, the Group has received various awards for quality and delivery excellence from Fortune Global 500 customers, demonstrating the continued recognition of the Group by international customers. Ten Pao has also been recognized as a National Green Factory at the provincial level in China and has received the New Industrialization Excellence Award from the Hong Kong Federation of Innovative Technologies and Manufacturing Industries (FITMI). These highlight the Group's outstanding contributions in the R&D and application of green production technologies.

Looking back at the first half of 2025, persistent global inflation and geopolitical conflicts, coupled with escalated trade barriers introduced by the United States, led to a rapid escalation of international trade tensions and posed challenges to the business environment. In the midst of this complex and volatile landscape, Ten Pao maintained a keen sensitivity towards changes in global trade policies and engaged with both upstream suppliers and downstream customers to collaboratively address the impacts of tariff policies. Through years of strategically diversifying its markets, the Group has significantly reduced the risks associated with dependence on a single market during the six months ended 30 June 2025 (the "Period"). With a strategy of deploying a global network, Ten Pao has deployed production bases and R&D centers across Southeast Asia, Europe, North America and China. This global footprint enables agile resource allocation to meet customer needs and adapt to market changes. In recent years, the Group has proactively capitalized on opportunities arising from Al-powered intelligent manufacturing and energy development, expanding into new energy and high-end smart controller businesses. This has further enhanced its product portfolio and customer base, building resilience against market volatility and maintaining business stability.

Leveraging its solid operational foundation and far-sighted strategic planning, the Group's business continued to grow. Revenue rose by approximately 19.3% year on year ("YoY") to HK\$2,948.1 million, primarily driven by growth in the industrial power supply and new energy segments. Due to intensified competition in the power supply industry, gross profit margin of the Group declined to 17.9% YoY with gross profit of HK\$526.7 million. Operationally, Ten Pao achieved profit growth through efficient and rigorous cost control and appropriate sales strategies resulting in pre-tax profit of HK\$253.3 million. Profit attributable to owners of the Company increased by 20.4% YoY to HK\$211.7 million. Basic earnings per share for the Period rose to HK21 cents comparing with HK17 cents in 2024.

The Group is committed to maintaining a long-term stable dividend policy to reward the Company's shareholders (the "Shareholders") for their continued support. Following the resolution of the board (the "Board") of directors (the "Directors"), an interim dividend of HK6.2 cents per ordinary share (2024 interim: HK5.2 cents) was declared for the Period, representing a payout ratio of approximately 30.2%.

#### MARKET AND BUSINESS REVIEW

During the Period, the United States imposed high tariffs on multiple countries and disrupted global supply chains. Amidst heightened market uncertainties, Ten Pao firmly executed a comprehensive strategy focusing on high quality, strong R&D, intelligent manufacturing and global deployment. The Group wielded a highly flexible approach in pushing ahead with the development of innovative products and diversification of the customer base, maintenance of a stable supply of raw materials and speeding up of orders and deliveries while implementing strict cost control internally, thus sustaining operational and financial stability.



The global industrial power supply market is projected to grow from US\$9.29 billion in 2024 to US\$9.97 billion1 in 2025. It is expected that the market will expand further, driven by favourable factors in the increasing use of intelligent technologies in society and the rapid development of Al. The industrial power supply segment is one of the Group's key business segments, offering a portfolio of over 300 products used in smart chargers and controllers for power tools. This has established the Group as a trusted long-term power solution provider for international brands and facilitated the maintenance of strategic partnerships with existing Fortune Global 500 customers. During the Period, revenue from the industrial power supply segment increased by 18.3% YoY, accounting for 39.7% of the Group's total revenue. While tariffs have led to frequent adjustments to customer order forecasts, the Group, leveraging its flexible global supply chain, has prudently and swiftly responded to market demand fluctuations, maintaining robust operations and adapting to market changes. In addition, the Group continues to invest in R&D in fast charging technology and high-tech digital power supply products, entering the new market of high-power computing power supplies and laying a solid foundation for future business growth.

Looking back at the market landscape, AI has emerged as the central driver of global development, steadily permeating various application scenarios including smart homes, household appliances, automotive electronics and power tools, leading to a substantial surge in market demand for computational resources. According to the National Data Administration, China aims to concentrate over 60% of new computing power in national hubs by the end of 2025, tapping into the computational power needs of key industries such as finance, industry, and transportation. Drawing on the technical expertise accumulated by the Group and a forward-looking product strategy, the Group has successfully expanded its AI computational power product matrix and continued to secure orders. During the Period, the Group introduced a new high-power supply product with a power

<sup>&</sup>lt;sup>1</sup> Source: Research and Markets

### Management Discussion and Analysis

output of 3,500W for server application, which can be widely utilized in high-performance computing scenarios such as cloud computing data centers, supercomputing/HPC systems and enterprise-level servers. This is expected to effectively meet the stringent stability and performance requirements of the next generation of AI hardware.

In the context of an Al-driven manufacturing era, the market has a greater demand for fast data transmission, which has accelerated demand for smart controllers (PCBA). The global smart controller market is projected to reach US\$90.9 billion by 2025, with a compound annual growth rate (CAGR) of approximately 4.7% over the next decade.<sup>2</sup> To capitalize on this growth, the Group actively engaged with Fortune Global 500 customers during the Period to further expand orders for high-end smart controllers. The Group's new production facilities in Vietnam and Mexico are equipped to produce smart controllers, and will continue to incorporate automation and Al-based equipment to enhance production efficiency.

The new energy segment is another key segment of the Group, demonstrating sustained high growth. It is expected that the global energy storage market will see new installed capacity reach 221.9 GWh in 2025, a 26.5%<sup>3</sup> increase from 2024. The scale of the global energy storage system market is expected to reach approximately US\$267.63<sup>4</sup> billion in 2025. These data indicate that the market for new energy products has huge development potential.

<sup>2</sup> Source: Meticulous Research

<sup>3</sup> Source: InfoLink Consulting

<sup>4</sup> Source: Research Nester

During the Period, the Group, in alignment with the global trend of "fuel-toelectric" transition, actively pursued its three core product strategies, centering on "energy storage systems, automotive electronics applications and electric vehicle charging modules". The new energy segment delivered strong revenue contribution, increasing its share to 19.1% of the Group's revenue with 33.6% YoY growth, driven primarily by contributions from energy storage and automotive electronics products, as well as the Group's expansion of its new energy business customer base. The global shift from "fuel-to-electric" and "netzero carbon emissions" spurred tremendous demand for new energy products. Capitalizing on this trend, Ten Pao has been advancing green power innovations including residential balcony photovoltaic micro-storage systems to reduce traditional energy consumption and smart chargers for outdoor power equipment. As the world progressively pushes for green, low-carbon and intelligent transformation, the Group is seizing the opportunities not only by developing green innovative power products but also targeting on energy transition opportunities in the Southeast Asian market. By participating in Thailand's twowheeler electric vehicle battery-swap cabinet and fast-charging station projects, the Group aims to further expand its footprint in the green energy market. During the Period, in addition, the consumer power supply segment has consistently contributed stable revenue to the Group, accounting for 41.2% of the Group's total revenue.

With the steady expansion of its industrial power supply, new energy and consumer power supply businesses, the Group's global production footprint is yielding strategic benefits and future capital expenditures are expected to stabilize. Current production bases span China's Huizhou (Guangdong Province) and Dazhou (Sichuan Province), Hungary, Vietnam and Mexico, providing strong production capacity support for the Group's business expansion. Production line relocations to the Group's new 200,000-square-meter Huizhou Intelligent Manufacturing Industrial Park were completed, and such production lines are expected to be fully operational in the second half of 2025. The production facilities in Vietnam and Mexico primarily focused on manufacturing smart controllers, preparing for the rapid growth of high-end smart controllers in the era of Al manufacturing.

As a leader in the field of intelligent power solutions, the Group integrates Al application technologies into its production equipment and develops core components of Al hardware — intelligent controllers and charging solutions — to comprehensively cover the Al industry chain. By applying Al technology to enhance production capacity and efficiency, the Group not only supports downstream customers in quickly integrating with Al development but also consolidates its crucial position in the supply chain by providing high-end technical support. The Group will also further strengthen the production capacity deployment and automation of its factories, optimize its global supply chain management to improve operational efficiency and respond with agility to market changes, further promoting business expansion and achieving growth targets.



#### **PROSPECT**

Looking ahead to the second half of 2025, persistent global policy uncertainty and inflation have led the International Monetary Fund to project economic growth at 3.3% both in 2025 and 2026, below the historical average of 3.7%<sup>5</sup> (2000–2019). Rapid changes in trade policies are causing customers to cautiously adjust their order forecasts. The Group will maintain close communication with customers and leverage its flexible global production and sales network to respond to global market changes. At the same time, the Group will capitalize on the global trends towards emission reduction and intelligent manufacturing to develop competitive smart products and continue to deepen and expand its core businesses in new energy and smart controllers.

In the "Government Work Report" delivered at the 2025 National People's Congress (NPC) and Chinese People's Political Consultative Conference (CPPCC), the central government reaffirmed "new quality productivity" as the core driving force behind high-quality development. New quality productivity and the Al, Internet of Things (AloT), are leading the mainstream development trends in society, and in the future, this will accelerate the digital transformation of enterprises, providing a key driving force for advancement up the global value chain. Ten Pao will actively respond to the national call for the development of "new-quality productivity", expanding into green new energy sectors — focusing on cutting-edge areas such as energy storage system solutions and electric vehicle charging equipment, green mobility and Al computing power supplies as new engines driving Ten Pao's future growth.

<sup>&</sup>lt;sup>5</sup> Source: International Monetary Fund (World Economic Outlook Update, January 2025: Global Growth: Divergent and Uncertain)

Regarding future growth engines, Ten Pao will move in step with the global trend of "fuel-to-electric" emissions reduction and intelligent power generation, continue to strengthen R&D investment and fully leverage its cumulative expertise in power solutions to support customers in expanding markets. The Group will also focus on developing high-efficiency and innovative products that are in line with the evolving needs of the era, in order to facilitate the Group's sustainable development. In particular, it will develop intelligent products and energy storage systems, high-end smart controllers, fully digital power supplies, and high-power and high-stability power supply products. Additionally, in the energy storage sector, the Group will vigorously promote the "green mobility" trend and actively expand into the Southeast Asian new energy market. We will be developing corresponding smart chargers, green energy and fully digital power products to capture business opportunities in green mobility and low-carbon living. The Southeast Asian two-wheeler electric vehicle market is projected to reach US\$67.8 billion in 2025 and grow to US\$157.2 billion<sup>6</sup> by 2034. As Southeast Asian countries continue to advance their "fuel-to-electric" transition, the Group is actively seizing the opportunities. Currently, the Group is participating in Thailand's "fuel-to-electric" project for two-wheeler electric vehicle battery swapping and fast charging stations. This project primarily involves setting up fast charging facilities nationwide in Thailand to provide quick battery replacement services for two-wheeler electric vehicle drivers, improving the efficiency of their vehicles. In the long term, the Group will collaborate with its robust network of strategic partners, including over 30,000 retail locations and stores, to deeply cultivate new markets for green transportation.

With the accelerating pace of digitization in society, the quality of data transmission is facing increasingly higher standards. High-quality smart controllers, serving as key technological enablers, will continue to empower the growth of various industries in the second half of 2025 and herald explosive growth. The global smart controller market is projected to exceed US\$100 billion by 2033, fueled by telecom, automotive, medical, and other applications. Driven by industrial innovation and upgrading and the sustained demand for electronic

<sup>6</sup> Source: Market Research Future



products in society, high-end smart controllers will experience broader development opportunities. This direction also serves as a key focus for the Group's development.

With the rapid development of AI technology, the demand for computational power supplies for large language models continues to rise, leading to a race among global public and private institutions to construct data centers. In the coming years, as the computational load increases, the power and configuration requirements for server electricity supplies will further escalate. The global AI computing device power market sales were US\$481 million in 2024, and are expected to reach US\$805 million by 2031, with a compound annual growth rate of 7.5%7 from 2025 to 2031. As the Group's technological R&D capabilities continue to strengthen, and as the AI industry continues to increase its demand for high-end power solutions, the Group will continue to strengthen the development and marketing of its AI computing power-related product lines. The Group will also evaluate collaboration opportunities with leading global technology companies to expand application scenarios and market share, injecting new impetus into business growth and product portfolio diversification.

The Group continues to drive R&D in technological innovation and product upgrading, creating computing power products that exceed international standards. These products provide reliable power support for high-performance computing equipment, meeting the market's demand for long-duration, high-load operation of power products. These groundbreaking products not only demonstrate the Group's leading position in technological research and development but also earn high recognition from international customers, affirming the strength of our technical capabilities.

<sup>&</sup>lt;sup>7</sup> Source: OYResearch

Looking ahead, the Group will continue to strengthen its global product and production footprint, strategically expanding overseas production bases in alignment with market or customer needs. It will actively promote the application of intelligent production and high-efficiency technologies to achieve operational efficiency. With the steady growth of its new energy, industrial power supply, and smart controller businesses, the Group will enhance collaboration with top international customers and expand into high-value-added business areas. In addition to accelerating the upgrade of its automated production lines, the Group will further optimize its global production base layout, enhance supply chain efficiency, address evolving market demands, and maintain stable growth in operations and finances through refined resource allocation and technological innovation.

As an industry-leading intelligent power solutions provider committed to sustainable development, Ten Pao recognizes power as pivotal to a sustainable, low-carbon and intelligent future, with vast opportunities. In the face of various uncertainties and challenges ahead, the Group remains cautiously optimistic. Leveraging its diversified portfolio, technological innovation and global supply chain synergy, the Group will deliver stable growth and sustained Shareholder value.

### LIQUIDITY AND FINANCIAL RESOURCES

The Group maintains a strong and healthy balance sheet. As at 30 June 2025, net current assets amounted to HK\$338.4 million as compared with HK\$350.2 million as at 31 December 2024. As of 30 June 2025, current ratio was 1.12 times (31 December 2024: 1.10 times) (current ratio is calculated by using the following formula: current assets/current liabilities).

Gearing ratio was 29.9% as at 30 June 2025 (31 December 2024: 35.1%) (gearing ratio is calculated by using the following formula: total borrowings/total equity). The decrease in the gearing ratio was mainly due to the net repayment of bank borrowings during the Period.



Net cash generated from operating activities was HK\$99.7 million for the Period (six months ended 30 June 2024: HK\$332.9 million), which was mainly due to cash generated from operations of HK\$133.8 million. During the Period, the Group has accelerated the payment to suppliers in order to acquire a more competitive pricing for the raw materials and therefore the free cashflow from operating activities decreased.

Net cash used in investing activities for the Period was HK\$230.4 million (six months ended 30 June 2024: HK\$183.9 million) as the Group has acquired property, plant and equipment, amounting to HK\$163.3 million (six months ended 30 June 2024: HK\$190.7 million).

During the Period, net cash generated from financing activities was HK\$3.1 million (six months ended 30 June 2024: used in HK\$66.9 million).

#### **DEBT MATURITY PROFILE**

The maturity profile of the Group's borrowing is set out below:

	30 June 2025	31 December 2024
	HK\$'000	HK\$'000
	(Unaudited)	(Audited)
Within 1 year Between 1 and 2 years Between 2 and 5 years	610,776 — —	650,741 — —
	610,776	650,741

# FINANCIAL RISK MANAGEMENT Foreign Exchange Risk

The Group operates mainly in the PRC, with a notable portion of its revenue derived from its export sales to overseas countries. The Group is exposed to foreign exchange risks, in particular fluctuations in currency exchange rates of HK\$ and USD against RMB.

The Group generates a notable portion of revenue and receivables in USD and HK\$, while our cost of sales is primarily denominated in RMB. For the Period, the Group's revenue denominated in USD and HK\$ amounted to approximately 48.7% of its total revenue (six months ended 30 June 2024: 50.1%).

The Group manages its foreign exchange risk by performing regular reviews of the Group's net foreign exchange exposures and it may enter into certain forward foreign exchange contracts, when necessary, to manage its exposure against foreign currencies and to mitigate the impact on exchange rate fluctuations. During the Period, no forward foreign exchange contracts had been entered into by the Group as the Group did not consider there was any risk associated with exchange rate fluctuation that may adversely affect the results of the Group.

#### Cash Flow and Fair Value Interest Rate Risk

As the Group has no significant interest-bearing assets (other than bank balances and cash), the Group's income and operating cash flows are substantially independent of changes in market interest rates. As of 30 June 2025, the Group had bank borrowings of HK\$610.8 million (31 December 2024: HK\$650.7 million) which were primarily denominated in HK\$, USD and RMB.



#### **Credit Risk**

The Group has no significant concentrations of credit risk. The carrying amounts of trade receivables, deposits and other receivables, bank balances and cash included in the interim condensed consolidated balance sheet represented the Group's maximum exposure to credit risk in relation to its financial assets. The Group has policies in place to ensure credit terms are only granted to customers with an appropriate credit history, and credit evaluations on them were performed periodically, taking into account their financial position, past experience and other factors. For customers to whom no credit terms were offered, the Group generally requires them to pay deposits and/or advances prior to the delivery of products. The Group typically does not require collaterals from customers. Provisions are made for the balances when they are past due and the management considers the default risk is high.

As at 30 June 2025, all of the bank balances, term deposits and restricted bank deposits of the Group were deposited with highly reputable and sizable banks and financial institutions without significant credit risk in the PRC and Hong Kong. The management does not expect to incur any losses from non-performance by these banks and financial institutions. As at 30 June 2025 and 31 December 2024, the Group held cash and bank balances and restricted bank deposits totalling HK\$696.0 million and HK\$1,114.8 million, respectively, with four major banks in the PRC and Hong Kong.

### **Liquidity Risk**

The liquidity position of the Group is monitored closely by its management. The Group monitors and maintains a level of cash and cash equivalents deemed adequate by the management to finance its operations and mitigate the effects of fluctuations in cash flows.

### **CONTINGENT LIABILITIES**

As at 30 June 2025, the Group did not have any significant contingent liabilities (31 December 2024: Nil).

# FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS

For details of the capital commitments in respect of the acquisitions of plant and equipment during the six months ended 30 June 2025, please refer to Note 27(b) of the interim financial information. Save for the above, the Group did not have plans for material investments or capital assets during the six months ended 30 June 2025.

# MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

The Group did not have any material acquisitions or disposals of subsidiaries, associates and joint ventures for the six months ended 30 June 2025.

# CORPORATE GOVERNANCE AND OTHER INFORMATION

#### **HUMAN RESOURCES**

The Group employed a total of approximately 8,000 full-time employees as of 30 June 2025. The Group believes human resources are its valuable assets and maintains its solid commitment to attracting, developing and retaining talented employees, in addition to providing dynamic career opportunities and a favorable working environment to its employees. The Group constantly provides training with diverse operational functions and offers competitive remuneration packages and incentives to all employees. The Group regularly reviews its human resources policies for addressing corporate development needs. The total labour costs for the Period was HK\$471.3 million, as compared to HK\$395.7 million for the same period last year.

#### CORPORATE GOVERNANCE PRACTICES

The Board and the management of the Company are committed to abiding by the principles of good corporate governance with emphasis on transparency and accountability. The Board has established an audit committee (the "Audit Committee"), a nomination committee (the "Nomination Committee") and a remuneration committee with defined terms of reference in accordance with the requirements set out in the Corporate Governance Code (the "CG Code") contained in Appendix C1 to the Rules (the "Listing Rules") Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Stock Exchange").

The Board has reviewed the Company's corporate governance practices and is satisfied that the Company has been in compliance with the applicable code provisions set out in the CG Code throughout the Period, with the exception of code provision C.2.1.

According to code provision C.2.1, the roles of chairman and chief executive should be separate and should not be performed by the same person. The Company deviates from this code provision because Mr. Hung Kwong Yee ("Chairman Hung") performs both the roles of the chairman of the Board and the chief executive officer of the Company. Chairman Hung, the founder of the Group with the established market reputation in the switching power supply industry in the PRC, has extensive experience in the Group's business operation and management in general. The Board believes that vesting the two roles in the same person provides the Company with strong and consistent leadership and facilitates the implementation and execution of the Group's business strategies, which is in the best interests of the Company. Under the leadership of Chairman Hung, the Board works effectively and performs its responsibilities with all key and appropriate issues discussed in a timely manner. In addition, as all major decisions are made in consultation with members of the Board and relevant Board committees, and there are four independent non-executive Directors on the Board offering independent perspectives, the Board is of the view that there are adequate safeguards in place to ensure sufficient balance of powers within the Board. The Board shall nevertheless review the structure and composition of the Board from time to time in light of prevailing circumstances, to maintain a high standard of corporate governance practices of the Company.

# CHANGE OF COMPOSITION OF THE NOMINATION COMMITTEE

The Board announces that Ms. Hung Sui Lam, the Company's executive Director, has been appointed as a member of the Nomination Committee with effect from 21 August 2025. Following the above change, the Nomination Committee comprises six members, being two executive Directors, namely Chairman Hung and Ms. Hung Sui Lam and four independent non-executive Directors, namely Mr. Lam Cheung Chuen, Mr. Chu Yat Pang Terry, Mr. Lee Kwan Hung Eddie and Dr. Lui Sun Wing.



### MODEL CODE FOR SECURITIES TRANSACTIONS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") contained in Appendix C3 to the Listing Rules as the code of conduct governing Directors' dealings in the Company's securities. Employees of the Group (the "Relevant Employees") who, because of their office or employment, are likely to possess inside information in relation to the Company or its securities are also subject to compliance with the Model Code. Following specific enquiry, all the Directors have confirmed their compliance with the Model Code throughout the Period and up to the date of this interim report. In addition, no incident of non-compliance of the Model Code by the Relevant Employees was noted by the Company during the Period and up to the date of this interim report.

#### INTERIM DIVIDEND

The Board has resolved to distribute an interim dividend of HK6.2 cents per ordinary share for the Period (2024: HK5.2 cents per ordinary share) to the Shareholders. The interim dividend is expected to be paid on Monday, 27 October 2025 to all Shareholders whose names appear on the register of members of the Company on Friday, 10 October 2025.

#### **CLOSURE OF REGISTER OF MEMBERS**

The register of members of the Company will be closed from Wednesday, 8 October 2025 to Friday, 10 October 2025, both days inclusive, for the purpose of determining the entitlement to the interim dividend for the Period. In order to be qualified for the said interim dividend, unregistered holders of shares of the Company should ensure all share transfer documents accompanied by the corresponding share certificates are lodged with the Company's branch share registrar and transfer office in Hong Kong, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong, for registration not later than 4:30 p.m. (Hong Kong time) on Monday, 6 October 2025. The exdividend date will be Friday, 3 October 2025.

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

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the Period.

### AUDIT COMMITTEE AND REVIEW OF FINANCIAL STATEMENTS

The Audit Committee comprises all the four independent non-executive Directors, namely Mr. Chu Yat Pang Terry (chairman), Mr. Lam Cheung Chuen, Mr. Lee Kwan Hung Eddie and Dr. Lui Sun Wing.

The Audit Committee has reviewed the Company's unaudited interim condensed consolidated financial statements for the Period in conjunction with the Company's management. The Audit Committee has also reviewed the effectiveness of the risk management and internal control systems of the Group and considered them effective.

### SUFFICIENCY OF PUBLIC FLOAT

Based on the information that is publicly available to the Company and within the knowledge of the Directors as at the latest practicable date prior to the issue of this interim report, the Company has met the Listing Rule requirement of having a sufficient public float, i.e. at least 25% of the Company's total number of issued shares (being the minimum prescribed percentage under the Listing Rules) were held by the public.



# DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 30 June 2025, the interests and short positions of the Directors and the chief executive of the Company in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance, Chapter 571 of the Laws of Hong Kong (the "SFO")), as recorded in the register of the Company required to be kept under Section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code, or so far as known to the Directors, were as follows:

### Long position in ordinary shares of the Company

Name of Director	Capacity	Note	Number of ordinary shares interested	Approximate percentage* of the Company's issued share capital
Chairman Hung	Beneficial owner		19,247,980	1.87%
Chairman riving	Interest of a controlled corporation	1	354,883,279	34.44%
	Founder of a discretionary trust	2	313,614,262	30.44%
		Total	687,745,521	66.75%
Lam Cheung Chuen	Interest of spouse		620,000	0.06%

#### Notes:

 These shares are held by Even Joy Holdings Limited, a company wholly owned by Chairman Hung. By virtue of the SFO, Chairman Hung is deemed to be interested in these shares held by Even Joy Holdings Limited.

### Corporate Governance and Other Information

- These shares are held by TinYing Investments Limited, a company wholly owned by TinYing Holdings Limited, which is in turn wholly owned by Vistra Trust (BVI) Limited acting as the trustee of The TinYing Trust (the "Family Trust"). The Family Trust is a discretionary trust established by Chairman Hung as settlor. The beneficiaries of the Family Trust are Chairman Hung, certain of his family members and other persons who may be added or amended from time to time. By virtue of the SFO, Chairman Hung, TinYing Holdings Limited and Vistra Trust (BVI) Limited are deemed to be interested in these shares held by TinYing Investments Limited.
- \* The percentage represents the number of ordinary shares of the Company interested divided by the number of the Company's issued shares as at 30 June 2025.

Save as disclosed above, as at 30 June 2025, none of the Directors or chief executive of the Company had any interests or short positions in the shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO), as recorded in the register of the Company required to be kept under Section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code, or so far as known to the Directors.



# INTERESTS AND SHORT POSITIONS OF SUBSTANTIAL SHAREHOLDERS IN SHARES AND UNDERLYING SHARES

As at 30 June 2025, the following corporations or persons (other than a Director or the chief executive of the Company) had an interest or a short position in the shares or underlying shares of the Company, as recorded in the register of the Company required to be kept under Section 336 of the SFO:

### Long position in ordinary shares of the Company

Name of Shareholder	Capacity	Note	Number of ordinary shares interested	Approximate percentage* of the Company's issued share capital
Even Joy Holdings Limited	Beneficial owner	1	354,883,279	34.44%
TinYing Investments Limited	Beneficial owner	1	313,614,262	30.44%
TinYing Holdings Limited	Interest of a controlled corporation	1	313,614,262	30.44%
Vistra Trust (BVI) Limited	Trustee of a discretionary trust	1	313,614,262	30.44%
FIDELITY CHINA SPECIAL SITUATIONS PLC	Beneficial owner		79,996,000	7.76%
FIL Limited	Interest of controlled corporations	2	79,976,000	7.76%
Pandanus Partners L.P.	Interest of controlled corporations	2	79,976,000	7.76%
Pandanus Associates Inc.	Interest of controlled corporations	2	79,976,000	7.76%

#### Notes:

1. These interests are also disclosed as the interests of Chairman Hung in the above section headed "Directors' and chief executive's interests and short positions in shares, underlying shares and debentures".

- According to the disclosure of interest notice filed by Pandanus Associates Inc.
   ("Pandanus") on 9 August 2021, the interests of these shares are directly or
   indirectly held by FIL Limited ("FIL"). FIL is 37.01% controlled by Pandanus Partners
   L.P. ("Pandanus L.P."), which is in turn wholly-owned by Pandanus. By virtue of the
   SFO, Pandanus and Pandanus L.P. are deemed to be interested in these shares of
   which FIL has interests.
- \* The percentage represents the number of shares of the Company interested divided by the number of the Company's issued shares as at 30 June 2025.

Save as disclosed above, as at 30 June 2025, other than the Directors and the chief executive of the Company whose interests are set out in the above paragraph headed "Directors' and chief executive's interests and short positions in shares, underlying shares and debentures", no person had any interest or short position in the shares or underlying shares of the Company recorded in the register of the Company required to be kept pursuant to Section 336 of the SFO.

# SHARE OPTION SCHEMES 2015 Share Option Scheme

The Company adopted a share option scheme on 23 November 2015 (the "2015 Share Option Scheme"). The purpose of the 2015 Share Option Scheme is to recognise and acknowledge the contributions the eligible participants (the "Eligible Participants") have had or may have made to the Group. The 2015 Share Option Scheme will provide the Eligible Participants an opportunity to have a personal stake in the Company with a view to achieving the following objectives: (i) motivating the Eligible Participants to optimise their performance efficiency for the benefit of the Group; and (ii) attracting and retaining or otherwise maintaining on-going business relationships with the Eligible Participants whose contributions are or will be beneficial to the long-term growth of the Group. Eligible Participants of the 2015 Share Option Scheme include: (i) any fulltime or part-time employees, executives or officers of the Company or any of its subsidiaries; (ii) any Directors (including independent non-executive Directors) or any directors of the Company's subsidiaries; (iii) any advisers, consultants, suppliers, customers and agents to the Company or any of its subsidiaries; and (iv) such other persons who, in the sole opinion of the Board, will contribute or have contributed to the Group.



Since the adoption of the 2015 Share Option Scheme, a total of 19,348,000 share options have been granted (please refer to the Company's announcement dated 15 September 2016 for details of the grant), of which 456,000 share options were exercised and 18,892,000 share options were lapsed in accordance with the terms of the 2015 Share Option Scheme. No movement of share options under the 2015 Share Option Scheme for the six months ended 30 June 2025 is shown in this interim report as (i) there were no outstanding share options at the beginning of the said six-month period; and (ii) there was no grant of share options during the said six-month period. The total number of options available for grant under the 2015 Share Option Scheme as at 1 January 2025 and 30 June 2025 was 99,544,000.

### 2025 Share Option Scheme

A share option scheme was conditionally adopted by the Company on 13 June 2025 ("Adoption Date") (the "2025 Share Option Scheme"). The purpose of the 2025 Share Option Scheme is to enable the Company to grant share options to eligible participants as incentives or rewards for their contribution or potential contribution to the Group and to provide the eligible participants an opportunity to have a personal stake in the Company with the view to motivating the eligible participants to optimise their performance efficiency for the benefit of the Group.

Eligible participants of the 2025 Share Option Scheme include any directors or any employees of the Company or of any of its subsidiaries from time to time. The Board shall have the absolute discretion to determine whether a person is qualified to be (or, where applicable, continues to qualify to be) an eligible participant. When determining the eligibility of an eligible participant, careful consideration on various criteria will be made in assessing his/her contribution to the long-term growth of the Group so as to serve the purpose of the 2025 Share Option Scheme, including, among others, the seniority, position, expertise, professional qualification, performance, time commitment, responsibilities and length of service of the person with the Group.

No share options have been granted since the conditional adoption of the 2025 Share Option Scheme and up to the date of this report. The total number of options available for grant under the 2025 Share Option Scheme and other schemes as at the Adoption Date and 30 June 2025 was 103,038,896.

The 2015 Share Option Scheme is going to expire on 23 November 2025 whereas the 2025 Share Option Scheme is valid and effective for a period of 10 years from 16 June 2025, being the effective date of the 2025 Share Option Scheme. Any share options will be granted under the 2025 Share Option Scheme and no additional share options under the 2015 Share Option Scheme will be granted by the Company.

The number of shares that may be issued in respect of options granted under all schemes of the Company during the Period divided by the weighted average number of shares of the Company in issue (excluding treasury shares) for the Period is nil

### TEN PAO ELECTRONIC (HUIZHOU) SHARE AWARD SCHEME

On 28 February 2024, the board of directors of Ten Pao Electronic (Huizhou) Co... Ltd.\* (天寶電子(惠州)有限公司) ("Ten Pao Electronic (Huizhou)"), an indirect wholly-owned subsidiary of the Company, resolved to propose (i) the adoption of a share award scheme for Ten Pao Electronic (Huizhou) (the "Ten Pao Electronic (Huizhou) Share Award Scheme") and (ii) the conditional grant of award shares to (a) Ms. Yang Bingbing ("Ms. Yang"), the chief executive officer and a director of Ten Pao Electronic (Huizhou); and (b) Mr. Hong Guangdai ("Mr. G.D. Hong"), a then director of Ten Pao Electronic (Huizhou). Pursuant to Rule 17.13 of the Listing Rules, Rules 17.02 to 17.04 and Rules 17.06 to 17.09 of the Listing Rules apply to share schemes of a principal subsidiary of a listed issuer as if they were share schemes of the issuer as described in Rule 17.01(1) of the Listing Rules. Ten Pao Electronic (Huizhou) is a principal subsidiary of the Company. Therefore, pursuant to Rule 17.13 of the Listing Rules, the Ten Pao Electronic (Huizhou) Share Award Scheme, as a share award scheme of a principal subsidiary of the Company, is subject to Rule 17.02 of the Listing Rules and the approval of the Shareholders in general meeting.

The proposed adoption of the Ten Pao Electronic (Huizhou) Share Award Scheme and the conditional grant of share awards to Ms. Yang and Mr. G.D. Hong were approved by the independent Shareholders by way of ordinary resolutions at the extraordinary general meeting of the Company held on 8 April 2024.

\* For identification purpose only



The purpose of the Ten Pao Electronic (Huizhou) Share Award Scheme is to (i) further establish an effective long-term incentive mechanism of Ten Pao Electronic (Huizhou) and its subsidiaries and associated companies ("Ten Pao Electronic (Huizhou) Group"); (ii) provide the eligible participants with additional incentives in order to retain them, fully motivate the employees of the Ten Pao Electronic (Huizhou) Group and effectively align their interests with the interest of the Ten Pao Electronic (Huizhou) Group and its shareholders, and to enable all parties to focus on the long-term development of the Ten Pao Electronic (Huizhou) Group and to contribute to the sustainable operation and development of the Ten Pao Electronic (Huizhou) Group; and (iii) attract suitable personnel for further development of the Ten Pao Electronic (Huizhou) Group.

Eligible participants of the Ten Pao Electronic (Huizhou) Share Award Scheme include: (i) any director or employee of the Ten Pao Electronic (Huizhou) or any of its subsidiaries (including a person who is granted a share award under the Ten Pao Electronic (Huizhou) Share Award Scheme as a means of procuring a contract of employment with Ten Pao Electronic (Huizhou) or any of its subsidiaries) pursuant to the Ten Pao Electronic (Huizhou) Share Award Scheme, Listing Rules and any applicable laws and regulations; and (ii) any director or employee of the holding company or fellow subsidiary of Ten Pao Electronic (Huizhou).

The maximum amount of equity available for issue under the Ten Pao Electronic (Huizhou) Share Award Scheme shall not exceed 10% of the total registered capital of Ten Pao Electronic (Huizhou) as at the adoption date (i.e. 10% of the registered capital in the amount of RMB24,746,341), being approximately 9.20% of the total registered capital of Ten Pao Electronic (Huizhou) as at the date of this interim report.

Where any grant of award to an eligible participant would result in the number of award shares transferred or to be transferred or allotted and issued or to be allotted and issued to such eligible participant under all options and awards granted to such eligible participant (excluding any options and awards that have lapsed in accordance with the terms of the relevant scheme) in the 12-month period up to and including the date of such grant representing in aggregate over 1% of total issued share capital of Ten Pao Electronic (Huizhou), such grant must be approved by the Shareholders in the general meeting of the Company with such eligible participant and his/her close associates (or his/her associates if the eligible participant is a connected person) abstaining from voting.

### Corporate Governance and Other Information

The award shares granted under the Ten Pao Electronic (Huizhou) Share Award Scheme will vest immediately on the date of grant. The Ten Pao Electronic (Huizhou) Share Award Scheme does not impose a vesting period, and therefore, does not impose performance targets with regard to the vesting of the award shares granted under the Ten Pao Electronic (Huizhou) Share Award Scheme, but the award shares are subject to a lock-up period of 5 years (the "Lock-up Period"). Considering that the award shares granted under the Ten Pao Electronic (Huizhou) Share Award Scheme will be subject to a total holding period (i.e. the Lock-up Period) of 5 years, and such lock-up arrangements are appropriate for retaining, incentivising, rewarding, remunerating and compensating valuable employees, the Directors and the Remuneration Committee are of the view that such arrangement with no vesting period is justifiable and aligns with the purposes of the Ten Pao Electronic (Huizhou) Share Award Scheme.

For the first grant of awards, the price required to be paid by the selected participants to acquire the award shares for each RMB1 registered capital of Ten Pao Electronic (Huizhou) is RMB1/registered capital. For subsequent grant of awards, the grant price is RMB1.55/registered capital. The grant price is determined based on combined factors such as Ten Pao Electronic (Huizhou)'s operating conditions and market conditions. The selected participant shall pay the grant price as provided in the award notice. The funds used by the selected participants to pay the grant price shall be their own funds or other legal self-raised funds.

The Ten Pao Electronic (Huizhou) Share Award Scheme will remain in force for a period of 10 years from 8 April 2024, being the date of adoption of the Ten Pao Electronic (Huizhou) Share Award Scheme.



Please see below details of the share awards granted under the Ten Pao Electronic (Huizhou) Share Award Scheme:

Eligible participant	Date of award	Vesting date	Purchase price	Vested award shares on the vesting date	Unvested award shares as at 1 January 2025	Granted during the Period	Vested during the Period	Lapsed during the Period	Cancelled during the Period	Unvested award shares as at 30 June 2025
Yang Bingbing <sup>1</sup>	(conditional grant) 28 February 2024 <sup>3</sup>	On the date of grant <sup>3</sup>	RMB1.00 per registered capital of Ten Pao Electronic (Huizhou)	RMB8,700,000 registered capital of Ten Pao Electronic (Huizhou)	-	_	-	-	-	_
Hong Guangdai²	(conditional grant) 28 February 2024 <sup>3</sup>	On the date of grant <sup>3</sup>	RMB1.00 per registered capital of Ten Pao Electronic (Huizhou)	RMB2,000,000 registered capital of Ten Pao Electronic (Huizhou)	-	-	-	_	-	_
Employee participants <sup>4</sup>	8 August 2024	On the date of grant	RMB1.55 per registered capital of Ten Pao Electronic (Huizhou)	RMB10,710,000 registered capital of Ten Pao Electronic (Huizhou)	_	_	_	-	_	-

#### Notes:

- Ms. Yang Bingbing is the chief executive officer and a director of Ten Pao Electronic (Huizhou).
- 2. Mr. Hong Guangdai was a director of Ten Pao Electronic (Huizhou) and the younger brother of Chairman Hung. During the Period, since Mr. Hong Guangdai has resigned from Ten Pao Electronic (Huizhou), the registered capital of Ten Pao Electronic (Huizhou) of RMB2,000,000 already vested to him was repurchased by Dazhou Ten Pao Innovation Technology Co., Ltd. ("Ten Pao Dazhou"), the Company's subsidiary, pursuant to the terms of the Ten Pao Electronic (Huizhou) Share Award Scheme.

### Corporate Governance and Other Information

- This is subject to the Ten Pao Electronic (Huizhou) Share Award Scheme being effective on 8 April 2024.
- 4. These consist of 88 full-time employees of Ten Pao Electronic (Huizhou) Group. During the Period, out of the registered capital already vested to these eligible participants, a total of RMB540,000 registered capital was repurchased from those eligible participants who have ceased to be the employees of Ten Pao Electronic (Huizhou) Group by Ten Pao Dazhou pursuant to the terms of the Ten Pao Electronic (Huizhou) Share Award Scheme.

No share awards have been granted, vested, lapsed or cancelled under the Ten Pao Electronic (Huizhou) Share Award Scheme during the Period.

Since the adoption of the Ten Pao Electronic (Huizhou) Share Award Scheme, an aggregate registered capital of RMB21,410,000 of Ten Pao Electronic (Huizhou), representing approximately 7.96% of the total registered capital of Ten Pao Electronic (Huizhou), have been granted, of which RMB2,540,000 registered capital was repurchased from the eligible participants by Ten Pao Dazhou during the Period which will not be subject to any new grant pursuant to the terms of the Ten Pao Electronic (Huizhou) Share Award Scheme. Accordingly, the total number of equity currently available for issue under the Ten Pao Electronic (Huizhou) Share Award Scheme amounted to RMB3,336,341, being approximately 1.24% of the total registered capital of Ten Pao Electronic (Huizhou) at the beginning and the end of the Period.

The registered capital that may be issued in respect of awards granted under all schemes of Ten Pao Electronic (Huizhou) during the Period divided by the weighted average registered capital of Ten Pao Electronic (Huizhou) in issue for the Period is nil.



### **UPDATE ON DIRECTORS' INFORMATION**

Set out below are the changes in the Directors' information, which are required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules:

- Mr. Lee Kwan Hung Eddie (an independent non-executive Director) retired and ceased to be an independent non-executive director of NetDragon Websoft Holdings Limited (stock code: 777) after conclusion of its annual general meeting held on 5 June 2025 upon the expiration of his term of office.
- The annual salary package of Ms. Hung Sui Lam (an executive Director) has been adjusted from HK\$831,500 (including a Director's fee of HK\$396,000 per annum and a salary of HK\$435,500 per annum) to HK\$851,000 (including a Director's fee of HK\$396,000 per annum and a salary of HK\$455,000 per annum) with effect from 1 April 2025.

Save as disclosed above, there is no other information which is required to be disclosed under Rule 13.51B(1) of the Listing Rules.

### REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

### To the Board of Directors of Ten Pao Group Holdings Limited

(incorporated in the Cayman Islands with limited liability)

#### INTRODUCTION

We have reviewed the interim financial information set out on pages 36 to 84, which comprises the interim condensed consolidated balance sheet of Ten Pao Group Holdings Limited (the "Company") and its subsidiaries (together, the "Group") as at 30 June 2025 and the interim condensed consolidated statement of profit or loss, the interim condensed consolidated statement of comprehensive income, the interim condensed consolidated statement of changes in equity and the interim condensed consolidated statement of cash flows for the six-month period then ended, and selected explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and Hong Kong Accounting Standard 34 "Interim Financial Reporting" as issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA"). The directors of the Company are responsible for the preparation and presentation of this interim financial information in accordance with Hong Kong Accounting Standard 34 "Interim Financial Reporting" as issued by the HKICPA. Our responsibility is to express a conclusion on this interim financial information based on our review and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

### **SCOPE OF REVIEW**

We conducted our review in accordance with Hong Kong Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" as issued by the HKICPA. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### **CONCLUSION**

Based on our review, nothing has come to our attention that causes us to believe that the interim financial information of the Group is not prepared, in all material respects, in accordance with Hong Kong Accounting Standard 34 "Interim Financial Reporting" as issued by the HKICPA.

### PricewaterhouseCoopers

Certified Public Accountants

Hong Kong, 21 August 2025

# INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

(All amounts in HK dollar thousands unless otherwise stated)

Six	month	s end	ed 3	0 June

	Notes	2025	2024
	NOTES		
		(Unaudited)	(Unaudited)
_	_		
Revenue	6	2,948,051	2,471,011
Cost of sales	8	(2,421,393)	(1,969,161)
		( ) ( ) ( )	( / /
Gross profit		526,658	501,850
Other income	7	9,262	10,508
	7		
Other gains — net		28,150	28,912
Selling expenses	8	(68,602)	(84,082)
Administrative expenses	8	(241,849)	(247,222)
Net impairment losses on		` ' '	` ' '
		(4.275)	(0.055)
financial assets		(1,275)	(9,855)
Operating profit		252 244	200 111
Operating profit		252,344	200,111
Finance income	9	8,024	9,035
	9		•
Finance expenses	9	(7,059)	(2,122)
Finance income — net		965	6,913
Thaties meeting het		303	0,515
Profit before income tax		253,309	207,024
Income tax expenses	10	(41,129)	(31,680)
income tax expenses	10	(41,123)	(31,000)
Profit for the period			
attributable to:			
		244.555	475.000
Owners of the Company		211,650	175,830
Non-controlling interests		530	(486)
controlling interests		550	(100)
		212 100	175 2//
		212,180	175,344
Familians was shown for the western			
Earnings per share for the period			
<ul> <li>basic and diluted per share</li> </ul>	11	HK\$0.21	HK\$0.17
·			

The above interim condensed consolidated statement of profit or loss should be read in conjunction with the accompanying notes.

# INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(All amounts in HK dollar thousands unless otherwise stated)

#### Six months ended 30 June

	2025	2024
	(Unaudited)	(Unaudited)
Profit for the period	212,180	175,344
Other comprehensive income		
Items that may be reclassified subsequently to profit or loss		
Currency translation differences	30,849	(19,446)
Changes in the fair value of equity		
investments at fair value through other		
comprehensive income	_	881
	30,849	(18,565)
Total comprehensive income for the period attributable to:		
	242 400	157 265
Owners of the Company	242,499	157,265
Non-controlling interests	530	(486)
	243,029	156,779

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

# INTERIM CONDENSED CONSOLIDATED BALANCE SHEET

(All amounts in HK dollar thousands unless otherwise stated)

	Notes	30 June 2025 (Unaudited)	31 December 2024 (Audited)
ASSETS Non-current assets			
Land use rights	13	5,030	4,436
Property, plant and equipment	13	1,370,591	1,253,639
Right-of-use assets	14	179,633	180,949
Investment properties	15	6,000	6,300
Intangible assets	13	47,367	47,010
Deferred income tax assets	26	73,047	67,196
Financial assets at fair value through			
profit or loss	18	114,420	109,527
Long-term receivables	19	82,889	_
Prepayments for the purchase of			
property, plant and equipment and			
other receivables		13,046	9,567
		1,892,023	1,678,624
Comment			
Current assets Inventories	16	851,237	1,036,941
Trade and other receivables	17	1,680,514	1,577,347
Amounts due from related parties	28(b)	1,732	1,708
Derivative financial assets — current	20(0)	- 1,732	192
Restricted bank deposits	20	497,141	786,735
Cash and cash equivalents		198,827	328,104
		3,229,451	3,731,027
Total assets		5,121,474	5,409,651

# Interim Condensed Consolidated Balance Sheet

(All amounts in HK dollar thousands unless otherwise stated)

	Notes	30 June 2025 (Unaudited)	31 December 2024 (Audited)
EQUITY Capital and reserves attributable to owners of the Company			
Share capital	21	10,304	10,304
Share premium	21	162,426	162,426
Other reserves		337,415	294,157
Retained earnings		1,537,701	1,388,833
		2,047,846	1,855,720
Non-controlling interests		(3,943)	(4,125)
Total equity		2,043,903	1,851,595
LIABILITIES Non-current liabilities			
Lease liabilities — non-current	14	39,787	42,821
Deferred income tax liabilities	26	108,078	104,234
Deferred government grants	24	38,635	30,180
		186,500	177,235

#### Interim Condensed Consolidated Balance Sheet

(All amounts in HK dollar thousands unless otherwise stated)

	Notes	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Current liabilities			
Trade and other payables	25	2,105,247	2,623,657
Contract liabilities		42,254	44,652
Amounts due to related parties	28(c)	37,190	35,786
Dividend payable		62,807	13
Income tax liabilities		19,358	14,392
Lease liabilities — current	14	13,439	11,580
Short-term bank borrowings	23	610,776	647,739
Current portion of non-current bank			
borrowings	23		3,002
		2,891,071	3,380,821
Total liabilities		3,077,571	3,558,056
Total equity and liabilities		5,121,474	5,409,651

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

The interim financial information on pages 36 to 84 were approved by the Board of Directors on 21 August 2025 and were signed on its behalf.

> Mr. Hung Kwong Yee Director

Mr. Tse Chung Shing Director

# INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(All amounts in HK dollar thousands unless otherwise stated)

					Other R	eserves						
							Share				Non-	
For the six months ended	Share	Share	Statutory	Capital	Exchange	Share	award		Retained		Controlling	Total
30 June 2025 (unaudited)	Capital	Premium	Reserves	Reserves	Reserves	Options	schemes	Total	Earnings	Total	Interests	Equity
Balance at 1 January 2025	10,304	162,426	70,477	328,825	(128,743)	5,468	18,130	294,157	1,388,833	1,855,720	(4,125)	1,851,595
Comprehensive income												
Profit for the period	_	_	-	_	_	_	-	_	211,650	211,650	530	212,180
Other comprehensive income												
Currency translation differences	-	_	_	_	30,849	-		30,849	-	30,849	-	30,849
Total comprehensive income	_		_	_	30,849	_		30,849	211,650	242,499	530	243,029
Contributions by and distributions to owners of the Company recognised directly in equity												
— value of services (Note 22)	-	-	-	-	_	-	12,409	12,409	-	12,409	-	12,409
Dividends paid to grantee of share award scheme	_	_	_	_	_	_	_	_	(959)	(959)	_	(959)
Dividends paid to non-controlling												
interests	_	_	_	_	_	_	_	_	-	(64 000)	(348)	(348)
Dividends			_						(61,823)	(61,823)		(61,823)
Total transaction with owners, recognised directly in equity	_	_	_	_	_	_	12,409	12,409	(62,782)	(50,373)	(348)	(50,721)
							,,,,,		(,-4,4	, -,,	(5.15)	
Balance at 30 June 2025 (unaudited)	10,304	162,426	70,477	328,825	(97,894)	5,468	30,539	337,415	1,537,701	2,047,846	(3,943)	2,043,903

# Interim Condensed Consolidated Statement of Changes in Equity

(All amounts in HK dollar thousands unless otherwise stated)

					Oth	er Reserves							
					Financial Assets At Fair Value								
					Through Other			Share				Non-	
For the six months ended	Share	Share	Statutory	Capital	Comprehensive	Exchange	Share	award		Retained		Controlling	Total
30 June 2024 (unaudited)	Capital	Premium	Reserves	Reserves	Income (FVOCI)	Reserves	Options	scheme	Total	Earnings	Total	Interests	Equity
Balance at 1 January 2024	10,304	162,426	148,479	2,359	(8,647)	(82,815)	5,468	_	64,844	1,417,501	1,655,075	(3,821)	1,651,254
Comprehensive income													
Profit for the period	_	-	_	_	_	-	-	-	_	175,830	175,830	(486)	175,344
Other comprehensive income													
Currency translation differences	-	-	-	-	-	(19,446)	-	-	(19,446)	-	(19,446)	-	(19,446)
Fair value change of FVOCI	_	-	-	-	881	-	-	-	881	-	881	-	881
Total comprehensive income	_	_	_	_	881	(19,446)	_	-	(18,565)	175,830	157,265	(486)	156,779
Contributions by and distributions to owners of the Company recognised directly in equity													
Share award scheme								4.600	4.500		4.000		4.500
— value of services (Note 22)  Dividends	_	_	_	_	_	_	_	1,698	1,698	(103,681)	1,698	_	1,698 (103,681)
Dividerios									_	(103,061)	(103,001)		(103,001)
Total transaction with owners, recognised directly in equity	_	_	_	_	-	_	_	1,698	1,698	(103,681)	(101,983)	_	(101,983)
Balance at 30 June 2024													
(unaudited)	10,304	162,426	148,479	2,359	(7,766)	(102,261)	5,468	1,698	47,977	1,489,650	1,710,357	(4,307)	1,706,050

# INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

(All amounts in HK dollar thousands unless otherwise stated)

### Six months ended 30 June

Note	2025 (Unaudited)	2024 (Unaudited)
Cash flows from operating activities		
Cash generated from operations	133,810	347,777
Interest paid	(6,255)	(2,122)
Interest income	10,268	9,035
Income tax paid	(38,170)	(21,758)
Net cash generated from operating activities	99,653	332,932
Cash flows from investing activities		
Purchase of property, plant and		
equipment	(163,348)	(190,740)
Purchase of intangible assets	(1,482)	(2,198)
Proceeds from disposal of property,		
plant and equipment	8,028	9,906
Loans to third parties	(82,889)	_
Additions of financial assets at fair value through profit or loss	_	(3,904)
Sales of financial assets at fair value through profit or loss	_	3,056
Grants from government related to		,
assets	9,281	_
Net cash used in investing activities	(230,410)	(183,880)

## Six months ended 30 June

	Notes	2025 (Unaudited)	2024 (Unaudited)
Cash flows from financing activities			
Proceeds from bank borrowings	23	583,747	140,879
Repayments of bank borrowings	23	(632,592)	(584,370)
Proceeds from shares issued under share award scheme		_	11,728
Dividends paid to non-controlling interests in subsidiaries		(348)	_
Payments related to payables under		(346)	
the share award scheme		(4,995)	_
Decrease in restricted bank deposits		59,310	366,593
Principal elements of lease payments		(1,979)	(1,680)
Net cash generated from/(used in) financing activities		3,143	(66,850)
Net (decrease)/increase in cash and cash equivalents  Cash and cash equivalents at		(127,614)	82,202
beginning of the period		328,104	150,476
Effects of exchange rate changes on			
cash and cash equivalents		(1,663)	(229)
Cash and cash equivalents at end of the period		198,827	232,449
Analysis of balance of cash and cash equivalents:			
Cash at bank and cash in hand		198,827	232,449

### NOTES TO THE INTERIM FINANCIAL INFORMATION

(All amounts in HK dollar thousands unless otherwise stated)

#### 1 GENERAL INFORMATION

Ten Pao Group Holdings Limited (天寶集團控股有限公司) (the "Company") was incorporated in the Cayman Islands on 27 January 2015 as an exempted company with limited liability under the Companies Act, Cap 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands. The address of the Company's registered office is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands.

The Company, an investment holding company, and its subsidiaries (collectively, the "Group") are principally engaged in the developing, manufacturing and sales of switching power supply units for consumer products and smart chargers and controllers for industrial use in the People's Republic of China (the "PRC"). The controlling shareholder of the Group is Mr. Hung Kwong Yee (洪光椅) (the "Controlling Shareholder" or "Chairman Hung").

On 11 December 2015, shares of the Company were listed on The Stock Exchange of Hong Kong Limited (the "Stock Exchange").

This interim financial information (the "Interim Financial Information") is presented in Hong Kong dollar ("HK\$") thousands, unless otherwise stated.

This Interim Financial Information was approved for issue on 21 August 2025 and has not been audited.

#### 2 BASIS OF PREPARATION

This Interim Financial Information for the six months ended 30 June 2025 (the "Period") has been prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34 "Interim Financial Reporting" issued by Hong Kong Institute of Certified Public Accountants. This Interim Financial Information should be read in conjunction with the annual financial statements for the year ended 31 December 2024 (the "2024 Financial Statements"), which have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRSs").

Notes to the Interim Financial Information

(All amounts in HK dollar thousands unless otherwise stated)

#### 3 ACCOUNTING POLICIES

The accounting policies applied are consistent with those of the 2024 Financial Statements, as described in those annual financial statements, except for the adoption of amendments to HKASs effective for the financial year beginning 1 January 2025.

#### 3.1 New and amended standards adopted by the Group

A number of new or amended standards became applicable for the current reporting period. The Group did not change its accounting policies or make retrospective adjustments as a result of adopting these amended standards. The Directors consider that application of these new standards, amendments and interpretation to HKFRSs in the current period has had no material impact on the Group's financial performance and positions for the current and prior periods and on the disclosures set out in this Interim Financial Information.

# 3.2 Impact of standards issued but not yet applied by the Group

Certain new accounting standards and interpretations have been published that are not mandatory for the current reporting period and have not been early adopted by the Group. These standards are not expected to have a material impact on the entity in the current or future reporting periods and on foreseeable future transactions.

# 3 ACCOUNTING POLICIES (CONTINUED)

# 3.2 Impact of standards issued but not yet applied by the Group (continued)

Effective for						
accounting periods						
beginning on or after						

		beginning on or arter
Annual Improvements to HKFRS Accounting Standards		1 January 2026
Amendments to HKFRS 9 and HKFRS 7	Amendments to the Classification and Measurement of Financial Instruments	1 January 2026
HKFRS 18	Presentation and Disclosure in Financial Statements	1 January 2027
HKFRS 19	Subsidiaries without Public Accountability: Disclosures	1 January 2027
HK Interpretation 5	Presentation of Financial Statements — Classification by the Borrower of a Term Loan that Contains a Repayment on Demand Clause	1 January 2027
Amendments to HKAS 28 and HKFRS 10	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be determined

Notes to the Interim Financial Information

(All amounts in HK dollar thousands unless otherwise stated)

#### 4 ESTIMATES

The preparation of the Interim Financial Information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this Interim Financial Information, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the 2024 Financial Statements.

#### 5 FINANCIAL RISK MANAGEMENT

#### 5.1 Financial risk factors

The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, price risk, cash flow and fair value interest rate risk), credit risk and liquidity risk.

This Interim Financial Information does not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with them.

There have been no changes in the risk management function since 31 December 2024 or in any risk management policies since 31 December 2024.

# 5.2 Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and bank balances. The Group's liquidity risk is further mitigated through the availability of financing through its own cash resources and the availability of banking facilities to meet its financial commitments. In the opinion of the directors, the Group does not have any significant liquidity risk.



### 5 FINANCIAL RISK MANAGEMENT (CONTINUED)

#### 5.3 Fair value estimation

The table below analyses financial instruments carried at fair value, by the levels of inputs to valuation techniques. The inputs to valuation techniques are categorised into three levels within a fair value hierarchy, as follows:

- Level 1 Quoted prices unadjusted in active markets for identical assets or liabilities.
- Level 2 Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly that is, as prices or indirectly that is, derived from prices.
- Level 3 Inputs for the asset or liability that are not based on observable market data that is, unobservable inputs.

#### FINANCIAL RISK MANAGEMENT (CONTINUED) 5

# 5.3 Fair value estimation (continued)

The following table presents the Group's assets and liabilities that are measured at fair value as at 30 June 2025 and 31 December 2024.

	As a	t 30 June 2	025 (unaud	ited)
	Level 1 HK\$'000	Level 2 HK\$'000	Level 3 HK\$'000	Total HK\$'000
Recurring fair value measurements Financial assets at fair value through profit or				
loss — non-current		_	114,420	114,420
	As at Level 1 HK\$'000	: 31 Decemb Level 2 HK\$'000	Level 3	Total
Recurring fair value measurements				
instruments — current Financial assets at fair value through profit or	_	192	_	192
loss — non-current	_	_	109,527	109,527
			,	,



## 5 FINANCIAL RISK MANAGEMENT (CONTINUED)

#### 5.3 Fair value estimation (continued)

#### (a) Financial instruments in level 1

The fair value of financial instruments traded in active markets is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the group is the current bid price. These instruments are included in level 1.

#### (b) Financial instruments in level 2

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2

#### (c) Financial instruments in level 3

If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities and for instruments where climate risk gives rise to a significant unobservable adjustment.

#### FINANCIAL RISK MANAGEMENT (CONTINUED) 5

# 5.3 Fair value estimation (continued)

## Financial instruments in level 3 (continued)

The following table presents the changes in level 3 instruments for the half-year ended 30 June 2025:

	Unlisted equity investments HK\$'000
Opening balance at 31 December 2024	100 527
(audited) Fair value change Currency translation differences	109,527 3,188 1,705
Closing balance at 30 June 2025 (unaudited)	114,420



# 5 FINANCIAL RISK MANAGEMENT (CONTINUED)

#### 5.3 Fair value estimation (continued)

#### (c) Financial instruments in level 3 (continued)

#### (i) Valuation processes

The Group has a team of personnel who performs valuation on these level 3 instruments for financial reporting purposes. The team performs valuation, or necessary updates, at least once every six months, in line with the Group's half-yearly reporting periods. On an annual basis, the team adopts various valuation techniques to determine the fair value of the Group's level 3 instruments. External valuation experts may also be involved and consulted when it is necessary.

The components of the level 3 instruments mainly include investments in unlisted companies classified as FVPL or FVOCI, and other financial assets. As these investments and instruments are not traded in an active market, the majority of their fair values have been determined using applicable valuation techniques including market approach, cost approach and income approach in the form of a discounted cash flow ("DCF") methodology. Unlisted investments are primarily valued based on the available transaction price of the latest round of financing of the investees. Where such information is not available, other valuation techniques are used, such as the discounted cash flow method, market approach or cost approach. The estimated fair values were based on assumptions, such as the forecasted revenue and discount rates, etc.

#### 5 FINANCIAL RISK MANAGEMENT (CONTINUED)

#### 5.3 Fair value estimation (continued)

- (c) Financial instruments in level 3 (continued)
  - (i) Valuation processes (continued)

The main level 3 inputs used by the Group are derived and evaluated as follows:

- Discount rates for financial assets are determined using a weighted-average cost of capital model to calculate a post-tax rate that reflects current market assessments of the time value of money and the risk specific to the asset.
- Net profit rate for unlisted equity investments is estimated based on the reasonable projections by the Group.

#### 6 SEGMENT INFORMATION

The chief operating decision maker has been identified as the executive Directors. The executive Directors review the Group's internal reporting in order to assess performance and allocate resources and have determined the operating segments based on the internal reports that are used to make strategic decisions. The executive Directors considered the nature of the Group's business and determined that the Group's electric charging products can be categorised into six reportable segments as follows: (i) smart chargers and controllers, (ii) telecommunication, (iii) new energy business, (iv) media and entertainment, (v) lighting, and (vi) others.



## 6 SEGMENT INFORMATION (CONTINUED)

In view of the increased scale and business importance of the development of new energy business, and to help investors better understand the Group's revenue structure and margin trends, a new segment named "New energy business" has been separated from "Others" segment from 2024, both in the internal reports to the chief operating decision makers and in the consolidated financial statements of the Group. The New Energy Business segment primarily consists of products relating to (a) charging modules and energy storage of outdoor power equipment; and (b) automotive electronics applications. The comparative figures in the consolidated income statement and the notes have been restated to conform with the new presentation. The Board believes that the above changes in segment information better reflect current market trends, as well as resource allocation and future business development of the Group.

In light of the reduction in size of the Group's electrical home appliances business, the segment information previously presented under the "Electrical home appliances" segment has been reclassified to the "Others" segment from 2024 onwards, both in the internal reports to the chief operating decision makers and in the consolidated financial statements of the Group. The comparative figures have also been reclassified to conform to the new presentation. The Board believes that the above changes in segment information better reflect current market trends, as well as resource allocation and future business development of the Group.

Notes to the Interim Financial Information

(All amounts in HK dollar thousands unless otherwise stated)

#### **SEGMENT INFORMATION (CONTINUED)** 6

Segment information for the interim condensed consolidated statement of profit or loss is set out below:

	Smart chargers and controllers	Telecommunication	New energy business	Media and entertainment	Lighting	Others	Total
Six months ended 30 June 2025							
(unaudited)							
Revenue							
Revenue from external customers							
— At a point in time	1,170,307	663,505	562,244	221,977	207,137	122,881	2,948,051
Segment results	279,599	85,430	44,969	41,713	52,361	22,586	526,658
			,,,,,,			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
Other income							9,262
Other gains — net							28,150
Selling expenses							(68,602)
Administrative expenses							(241,849)
Net impairment losses on							
financial assets							(1,275)
Finance income — net							965
Profit before income tax							253,309

# 6 SEGMENT INFORMATION (CONTINUED)

000 133	620 117	420.044	160 547	146.740	100 505	2 474 044
989,123	639,117	420,911	168,547	146,748	100,505	2,471,011
264,363	92,967	48,207	34,876	35,146	26,291	501,850
						•
						10,508
						28,912
						(84,082)
						(247,222)
						(9,855)
						6,913
						207,024
	989,123 264,363					

Non-current assets, other than financial instruments and deferred income tax assets, by country:

	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
PRC (excluding Hong Kong) Vietnam Hungary Hong Kong Others	1,370,416 146,525 64,966 88,829 33,820	1,217,535 127,906 61,999 9,818 11,714

#### OTHER INCOME AND OTHER GAINS - NET 7

### Six months ended 30 June

	2025 (Unaudited)	2024 (Unaudited)
Other income	4.067	2.506
Sales of scrap materials Products format change fee Sales of raw materials, sample	4,867 —	3,586 2,444
and molds	2,209	2,423
Safety fee income	729	707
Others	1,457	1,348
	9,262	10,508
Other gains — net		
Fair value changes on derivative financial instruments	1,336	(648)
Fair value changes on financial assets at fair value through profit or loss		
(Note 18) Fair value changes on investment	3,188	2,419
properties (Note 15)	(300)	(500)
Net foreign exchange gains	15,565	10,751
Government grants	7,920	17,929
Gain on disposal of property, plant and equipment	2,816	187
Others	(2,375)	(1,226)
	( )	, , , ,
	28,150	28,912

### **8 EXPENSES BY NATURE**

# Six months ended 30 June

	2025	2024
	(Unaudited)	(Unaudited)
Raw materials and consumables used		
(excluding research and development		
expenses)	1,923,878	1,741,599
Employee benefit expenses (excluding		
research and development expenses)	394,462	326,802
Changes in inventories of finished goods		
and work in progress	111,136	(70,274)
Depreciation, amortisation and		
impairment charges (excluding research		
and development expenses)	72,091	89,538
Research and development expenses		
<ul> <li>Employee benefit expenses</li> </ul>	76,792	68,902
<ul> <li>Raw materials, consumables used</li> </ul>		
and others	23,424	15,873
<ul> <li>Depreciation and amortisation</li> </ul>	7,946	8,642
Allowance for impairment of inventory	58	2,607
Auditors' remuneration	1,678	1,618
Other expenses	120,379	115,158
Total cost of sales, selling expenses		
and administrative expenses	2,731,844	2,300,465

#### **FINANCE INCOME AND EXPENSES** 9

JIX IIIOIIIII3 EIIGEG JO JUIIE	Six	months	ended	30	June
--------------------------------	-----	--------	-------	----	------

	2025 (Unaudited)	2024 (Unaudited)
Finance income:		
Interest income	8,024	9,035
Finance expenses:		
Interest on bank borrowings	(6,255)	(1,349)
Interest on lease liabilities (Note 14)	(804)	(773)
	(7,059)	(2,122)
Finance expenses expensed	(7,059)	(2,122)
Finance income — net	965	6,913

#### 10 INCOME TAX EXPENSES

#### Six months ended 30 June

	2025	2024
	(Unaudited)	(Unaudited)
Current income tax		
<ul> <li>PRC corporate income tax</li> </ul>	20,792	15,573
— Hong Kong profits tax	15,399	7,815
<ul> <li>Vietnam corporate income tax</li> </ul>	7,356	4,263
Subtotal	43,547	27,651
Deferred income tax (Note 26)	(2,418)	4,029
	41,129	31,680

Subsidiaries in Hong Kong are subject to 16.5% profits tax rate before 2018. Under the current Hong Kong Inland Revenue Ordinance, from the year of assessment 2018/2019 onwards, the subsidiaries in Hong Kong are subject to profits tax at the rate of 8.25% on assessable profits up to HK\$2,000,000, and 16.5% on any part of assessable profits over HK\$2,000,000 (2024 interim: the subsidiaries in Hong Kong are subject to profits tax at the rate of 8.25% on assessable profits up to HK\$2,000,000, and 16.5% on any part of assessable profits over HK\$2,000,000).

Notes to the Interim Financial Information

(All amounts in HK dollar thousands unless otherwise stated)

#### 10 INCOME TAX EXPENSES (CONTINUED)

PRC corporate income tax ("CIT") is provided on the assessable income of entities within the Group incorporated in the PRC, calculated in accordance with the relevant regulations of the PRC after considering the available tax benefits.

Pursuant to the PRC Corporate Income Tax Law passed by the Tenth National People's Congress on 16 March 2007, the CIT rate for domestic and foreign enterprises has been unified at 25%, effective from 1 January 2008.

Ten Pao Electronic (Huizhou) Co., Ltd., Dazhou Ten Pao Jin Hu Electronic Co., Ltd., Shanxi Huifeng Electronic Technology Co., Ltd., Huizhou Ten Pao Chuangneng Technology Co., Ltd. and Ten Pao Precision Technology (Huizhou) Co., Ltd. are recognized as "New and High Technology Enterprises" and enjoy a preferential CIT rate of 15%. Their CIT rate for the Period was 15% (2024 interim: 15%).

#### 11 EARNINGS PER SHARE

#### (a) Basic earnings per share

Basic earnings per share is calculated by dividing the profit for the Period by the weighted average number of ordinary shares in issue for the Period.

Six months ended 30 June

	2025 (Unaudited)	2024 (Unaudited)
Profit attributable to owners of the Company (HK\$'000)	211,650	175,830
Weighted average number of shares issued (thousands)	1,030,389	1,030,389
Basic earnings per share (HK cents)	21	17

# (b) Diluted earnings per share

As at 30 June 2025, the diluted earnings per share approximates basic earnings per share (30 June 2024: same).

#### 12 DIVIDENDS

The Board resolved on 21 August 2025 to declare an interim dividend of HK6.2 cents per ordinary share of the Company for the six months ended 30 June 2025 (2024 interim: HK5.2 cents per ordinary share). This interim dividend, amounting to HK\$63.9 million (2024 interim: HK\$53.6 million), has not been recognised as a liability in this Interim Financial Information.

On 13 June 2025, a final dividend of HK6 cents per ordinary share of the Company in respect of the year ended 31 December 2024, amounting to HK\$61,823,000, was approved by the then Shareholders.

# 13 LAND USE RIGHTS, PROPERTY, PLANT AND EQUIPMENT **AND INTANGIBLE ASSETS**

		Property,	
	Land use	plant and	Intangible
	rights	equipment	assets
Net book amount as at			
31 December 2024	4,436	1,253,639	47,010
Additions	_	165,456	1,482
Disposals	_	(6,491)	_
Currency translation differences	594	26,048	557
Depreciation/amortisation	_	(68,061)	(1,682)
Net book amount as at			
30 June 2025 (unaudited)	5,030	1,370,591	47,367
Net book amount as at			
1 January 2024	4,734	1,110,147	45.559
Additions		387,370	4,511
Disposals	_	(47,334)	_
Impairment charges	_	(29,991)	_
Currency translation differences	(298)	(29,518)	(475)
Depreciation/amortisation	`	(137,035)	(2,585)
,			, , , , , ,
Net book amount as at			
31 December 2024 (audited)	4,436	1,253,639	47,010
J. Datelline: Ed. (addited)	1, 150	.,233,033	17,010

As at 30 June 2025, the Group's land use rights represented freehold land in Hungary.

### 14 LEASES

This note provides information for leases where the Group is a lessee.

#### (a) Amounts recognised in the balance sheet

The interim condensed consolidated balance sheet shows the following amounts relating to leases:

	30 June	31 December
	2025	2024
	HK\$'000	HK\$'000
	(Unaudited)	(Audited)
Right-of-use assets		
Land use rights	129,123	128,417
Buildings	50,510	52,532
	179,633	180,949
Lease liabilities		
Current	13,439	11,580
Non-current	39,787	42,821
	53,226	54,401

Notes to the Interim Financial Information

(All amounts in HK dollar thousands unless otherwise stated)

# 14 LEASES (CONTINUED)

# (b) Amounts recognised in the statement of profit or loss

The interim condensed consolidated statement of profit or loss shows the following amounts relating to leases:

	hs end		

	2025 HK\$'000 (Unaudited)	2024 HK\$'000 (Unaudited)
Depreciation and amortisation charge of right-of-use assets		
Land use rights	1,438	1,462
Buildings	8,856	6,257
	10,294	7,719
Interest expenses (included in finance expenses-net) (Note 9) Expenses relating to short-term leases (included in cost of sales,	804	773
selling expenses and administrative expenses)	1,600	11,454

#### 15 INVESTMENT PROPERTIES

	2025 (Unaudited)	2024 (Audited)
At fair value At beginning of period Fair value changes	6,300 (300)	7,100 (800)
At end of period	6,000	6,300

As at 30 June 2025, the Group had no unprovided contractual obligations for future repairs and maintenance (31 December 2024: Nil).

The valuation of the Group's investment properties was performed by Dudley Surveyors Limited at 30 June 2025 and 31 December 2024, to determine the fair value of the investment properties. The revaluation gains or losses are included in "Other gains — net" in the interim condensed consolidated statement of profit or loss. The following table analyses the investment properties carried at fair value, by valuation method.

# 15 INVESTMENT PROPERTIES (CONTINUED)

	Office units — Hong Kong			
Description	Quoted prices in active markets for identical assets Level 1	Significant other observable inputs Level 2	Significant unobservable inputs Level 3	Total
Recurring fair value measurements method				
Investment properties:				
As at 30 June 2025 (unaudited)	_	6,000		6,000
As at 31 December 2024 (audited)	_	6,300	_	6,300

There were no transfers between Level 1, 2 and 3 during the Period (31 December 2024: Nil).

### **16 INVENTORIES**

	30 June 2025	31 December 2024
	(Unaudited)	(Audited)
Raw materials	327,152	400,376
Work in progress	177,626	191,874
Finished goods	440,675	537,563
	945,453	1,129,813
Less: allowance for impairment	(94,216)	(92,872)
	851,237	1,036,941

The movements of allowance for impairment are analysed as follows:

#### Six months ended 30 June

	2025	2024
	(Unaudited)	(Unaudited)
At 1 January	92,872	108,499
Currency translation differences	1,286	(480)
Allowance for write-down, net	58	2,607
At 30 June	94,216	110,626

### 17 TRADE AND OTHER RECEIVABLES

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Trade receivables  Less: allowance for impairment of trade receivables	1,529,617 (7,398)	1,458,997 (6,959)
Trade receivables, net Value added tax allowance Prepayments Bills receivable Cash in transit Export tax refund receivables Deposits Employee welfare Advances to employees Others	1,522,219 90,805 24,500 18,302 9,420 6,720 3,978 3,682 745 143	1,452,038 64,509 20,093 97 8,837 16,185 8,087 3,306 560 3,635
	1,680,514	1,577,347

Notes to the Interim Financial Information

(All amounts in HK dollar thousands unless otherwise stated)

### 17 TRADE AND OTHER RECEIVABLES (CONTINUED)

The credit period granted to customers is generally between 30 and 90 days based on invoices date. The ageing analysis of the trade receivables from the date of sales is as follows:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Less than 3 months  More than 3 months but  not exceeding 1 year  More than 1 year	1,213,616 314,610 1,391	1,088,281 367,100 3,616
	1,529,617	1,458,997

As at 30 June 2025, the carrying amounts of the receivables were approximate to their fair values.

As at 30 June 2025, the Group's bank borrowings were secured over trade and other receivables with the carrying amounts of HK\$83,257,000 (31 December 2024: HK\$332,282,000) (Note 23(a)).

#### FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR 18 LOSS

	30 June	31 December
	2025	2024
	(Unaudited)	(Audited)
Unlisted equity investments	114,420	109,527

Movement of FVPL is analysed as follows:

### Six months ended 30 June

	2025	2024
	(Unaudited)	(Unaudited)
Opening balance as at 1 January	109,527	75,907
Additions	_	3,904
Disposals	_	(3,056)
Fair value change	3,188	2,419
Currency translation differences	1,705	(467)
Closing balance as at 30 June	114,420	78,707
,		, ,

Changes in fair value of financial assets at fair value through profit or loss are recorded in "Other gains — net" in the interim condensed consolidated statement of profit or loss (Note 7).

The fair value of the insurance and the fair value of unlisted equity investments are based on the unobservable inputs.

#### 19 LONG-TERM RECEIVABLES

	30 June	31 December
	2025	2024
	(Unaudited)	(Audited)
Long-term receivables	82,889	_

During the period ended 30 June 2025, the Group provided certain loans to third-parties. The interest rate was 4% to 8% per annum.

#### 20 RESTRICTED BANK DEPOSITS

As at 30 June 2025, bank deposits amounting to HK\$385,853,000 (31 December 2024: HK\$584,942,000) are deposits held by the bank in a segregated account as security for borrowings from the bank (Note 23(a)).

As at 30 June 2025, the weighted average interest rate was 1.53% (31 December 2024: 2.05%).

#### SHARE CAPITAL AND SHARE PREMIUM 21

Ordinary shares, issued and fully paid:

	Number of	Share	Share	
	Shares	capital	premium	Total
		HK\$'000	HK\$'000	HK\$'000
As at 1 January 2024,				
31 December 2024,				
1 January 2025 and				
30 June 2025	1,030,388,965	10,304	162,426	172,730

Notes to the Interim Financial Information

(All amounts in HK dollar thousands unless otherwise stated)

#### 22 SHARE AWARD SCHEME

On 28 February 2024 and 8 August 2024, the Company announced the adoption of the share award scheme of Ten Pao Electronic (Huizhou), a subsidiary of the Company; and the grant of award shares of 10,700,000 and 10,710,000 of Ten Pao Electronic (Huizhou) at RMB1.00 per and RMB1.55 per registered capital of Ten Pao Electronic (Huizhou) respectively.

The Ten Pao Electronic (Huizhou) Share Award Scheme does not impose a vesting period, and therefore, does not impose performance targets with regard to the vesting of the award shares granted under the Ten Pao Electronic (Huizhou) Share Award Scheme, but the award shares are subject to the fulfillment of the service period of five years starting from the grant date applicable to the award shares granted to the grantees.

Fair value of the awarded shares represents the market value of those awarded shares at the grant date. The fair value is recognised as an expense over the service period for which the award shares granted to the grantees. During the six months ended 30 June 2025, a total of 2,540,000 restricted shares were repurchased by Dazhou Ten Pao Innovation Technology Co., Ltd, a subsidiary of the Company, as certain participants withdraw from the scheme. The expenses arising from the award scheme net recognised for the six months ended 30 June 2025 were HK\$12,409,000 (2024 interim: HK\$1,698,000).



## 23 BORROWINGS

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Non-current  Bank borrowings  — secured (a)  — unsecured		3,002
Less: current portion of non-current borrowings	_	(3,002)
Current		_
Bank borrowings — secured (a) — unsecured	505,840 104,936	606,262 41,477
Total short-term bank borrowings	610,776	647,739
Current portion of non-current borrowings	_	3,002
	610,776	650,741
Total borrowings	610,776	650,741

# 23 BORROWINGS (CONTINUED)

Movement in borrowings is as follows:

Six months ended 30 June

	2025 (Unaudited)	2024 (Unaudited)
Opening balance as at 1 January Proceeds from borrowings Repayments of borrowings Currency translation differences	650,741 583,747 (632,592) 8,880	654,899 140,879 (584,370) (3,464)
Closing balance as at 30 June	610,776	207,944

(a) As at 30 June 2025, bank borrowings amounting to HK\$505,840,000 (31 December 2024: HK\$609,264,000) were secured over the following assets:

	30 June	31 December
	2025	2024
	(Unaudited)	(Audited)
Restricted bank deposits (Note 20) Trade and other receivables (Note 17) Investment properties	385,853 83,257 —	584,942 332,282 6,300
	469,110	923,524

## 23 BORROWINGS (CONTINUED)

(b) The carrying amounts of the borrowings are denominated in the following currencies:

	30 June	31 December
	2025	2024
	(Unaudited)	(Audited)
USD	21,194	32,069
RMB	547,190	603,672
HK\$	42,392	15,000
	610,776	650,741

### 24 DEFERRED GOVERNMENT GRANTS

	30 June	31 December
	2025	2024
	(Unaudited)	(Audited)
Opening net book amount	30,180	36,778
Receipt of grants	9,281	_
Credited to statement of profit or loss	(2,659)	(5,360)
Currency translation differences	1,833	(1,238)
Closing net book amount	38,635	30,180

(i) The amount mainly represented the subsidies granted by the local government authority in the PRC relating to fiscal and tax incentives with required operating years.

The deferred government grants will be amortised to "Other gains — net" from the point at which the relevant assets are ready for use on a straight-line basis over the related assets' useful lives.

## 25 TRADE AND OTHER PAYABLES

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
		,
Trade payables	1,297,736	1,613,613
Notes payable	322,436	496,672
Wages and staff welfare benefits payable	302,001	346,398
Accrual for expenses and other payables	129,932	130,414
Payables in relation to share-based		
transactions of subsidiaries	24,916	29,911
Endorsed note receivables without being		
derecognized and not yet due	18,031	_
Other taxes payable	10,195	6,649
	2,105,247	2,623,657

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

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Less than 3 months  More than 3 months but  not exceeding 1 year  More than 1 year	1,212,210 77,538 7,988	1,267,909 335,907 9,797
	1,297,736	1,613,613

The fair values of trade and other payables approximated their carrying amounts as at 30 June 2025 and 31 December 2024.

## **26 DEFERRED INCOME TAX ASSETS AND LIABILITIES**

The movements in deferred income tax assets and liabilities are as follows:

## Six months ended 30 June

	2025 (Unaudited)	2024 (Unaudited)
Deferred income tax assets Opening balance as at 1 January Recognized in the profit or loss Recognized in the other comprehensive	67,196 4,569	52,977 (3,548)
income Currency translation differences	— 1,282	970 (1,439)
Closing balance as at 30 June	73,047	48,960

### Six months ended 30 June

	2025 (Unaudited)	2024 (Unaudited)
Deferred income tax liabilities Opening balance as at 1 January Recognized in the profit or loss Currency translation differences	104,234 2,151 1,693	111,938 481 (2,021)
Closing balance as at 30 June	108,078	110,398

Notes to the Interim Financial Information

(All amounts in HK dollar thousands unless otherwise stated)

#### **COMMITMENTS** 27

## (a) Operating lease commitments

The Group had future aggregate minimum lease payments under non-cancellable operating leases as follows:

	30 June	31 December
	2025	2024
	(Unaudited)	(Audited)
Not later than one year	769	520

# (b) Capital commitments

	30 June	31 December
	2025	2024
	(Unaudited)	(Audited)
In respect of the acquisitions of		
plant and equipment, contracted		
but not provided for	27,607	9,533



#### 28 RELATED PARTY TRANSACTIONS

The following is a summary of significant related party transactions entered into in the ordinary course of business between the Group and its related parties.

# (a) Transactions with related parties during the Period

(i) Purchases of goods and services

	Six months ended 30 June	
	2025	2024
	(Unaudited)	(Unaudited)
Purchase of goods		
Golden Ocean Copper		
Manufacturer Co., Limited	49,872	46,191

Goods and services are bought from entities controlled by the Controlling Shareholder on normal commercial terms and conditions.

#### **RELATED PARTY TRANSACTIONS (CONTINUED)** 28

- (a) Transactions with related parties during the Period (continued)
  - (ii) Operating lease payment

#### Six months ended 30 June

	2025 (Unaudited)	2024 (Unaudited)
Huizhou Tiannengyuan		
Charging Technology		
Co., Ltd.	3,474	3,981
Huizhou Golden Ocean Wire		
Co., Limited	_	311
Sky Fortune Enterprises		
Limited	300	300
Golden Lake (HK) Co., Limited	264	264
	4,038	4,856

The amounts represented rental expenses for land and buildings for factory and office purposes in accordance with the lease agreements.

# 28 RELATED PARTY TRANSACTIONS (CONTINUED)

# (b) Balances due from related parties

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Huizhou Tiannengyuan Charging Technology Co., Ltd. Golden Ocean Copper Manufacturer Co., Limited Sky Fortune Enterprises Limited Golden Lake (HK) Co., Limited	1,152 392 100 88	1,134 386 100 88
	1,732	1,708

The balances due from related parties were mainly denominated in RMB. They were unsecured, interest-free, trading in nature and repayable on demand. Their fair values approximated their carrying amounts at 30 June 2025.

# 28 RELATED PARTY TRANSACTIONS (CONTINUED)

# (c) Balances due to related parties

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
	(Ollauditeu)	(Addited)
Golden Ocean Copper Manufacturer Co., Limited Huizhou Tiannengyuan Charging	36,882	35,483
Technology Co., Ltd.	308	303
	37,190	35,786

The balances due to related parties were mainly denominated in RMB. They were unsecured, interest-free, trading in nature and due within 3 months. The fair values approximated their carrying amounts at 30 June 2025