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Hong Kong Johnson Holdings Co., Ltd.
香港莊臣控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 1955)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2026

The board (the "**Board**") of directors (the "**Directors**") of Hong Kong Johnson Holdings Co., Ltd. (the "**Company**") announces the unaudited condensed consolidated interim results of the Company and its subsidiaries (collectively, the "**Group**") for the six months ended 30 September 2026 (the "**Period**"), together with the comparative figures for the corresponding period of 2025 as follows:

FINANCIAL HIGHLIGHTS

	Six months ended 30 September		
	2026	2025	Change
	HK$'000	*HK$'000*	
	(unaudited)	(unaudited)	
Revenue	**1,778,923**	1,576,054	12.9%
Gross profit	**35,914**	57,771	(37.9%)
Gross profit margins (%)	**2.0%**	3.7%	(1.7%)
(Loss)/profit and other comprehensive income for the period attributable to the equity holders of the Company	**(9,145)**	7,143	N/A

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 September 2026

	Notes	Six months ended 30 September	
		2026	2025
		HK$'000	*HK$'000*
		(unaudited)	(unaudited)
Revenue	*5*	**1,778,923**	1,576,054
Cost of services		**(1,743,009)**	(1,518,283)
Gross profit		**35,914**	57,771
Other income	*6*	**374**	439
Other gains, net		**862**	232
Reversal of allowance/(allowance for) account receivables		**130**	(50)
Administrative expenses		**(44,650)**	(47,445)
(Loss)/profit from operations		**(7,370)**	10,947
Finance costs	*7*	**(2,756)**	(2,190)
(Loss)/profit before tax		**(10,126)**	8,757
Income tax credit/(expense)	*8*	**981**	(1,614)
(Loss)/profit and other comprehensive income for the period attributable to equity holders of the Company		**(9,145)**	7,143
(Loss)/earnings per share attributable to equity holders of the Company			
Basic and diluted (HK cents per share)	*11*	**(1.8)**	1.4

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 September 2026

	Notes	At 30 September 2026 HK$'000 (unaudited)	At 31 March 2026 HK$'000 (audited)
Non-current assets			
Property, plant and equipment	*12*	**177,990**	196,392
Right-of-use assets		**16,416**	18,032
Financial assets at fair value through profit or loss ("**FVTPL**")		**13,479**	13,297
Deferred tax assets		**283**	595
Total non-current assets		**208,168**	228,316
Current assets			
Account receivables	*13*	**840,185**	583,995
Prepayments, deposits and other receivables		**21,469**	22,590
Current tax assets		**–**	2,507
Inventories		**3,633**	4,180
Pledged bank deposits		**25,953**	20,521
Bank and cash balances		**231,716**	288,158
Total current assets		**1,122,956**	921,951
Current liabilities			
Account payables	*14*	**58,251**	43,869
Accruals, other payables and provisions		**499,553**	414,109
Dividend payable		**600**	–
Bank and other borrowings	*15*	**165,421**	72,552
Lease liabilities		**2,635**	2,571
Current tax liabilities		**66**	65
Total current liabilities		**726,526**	533,166
Net current assets		**396,430**	388,785
Total assets less current liabilities		**604,598**	617,101

	Notes	At 30 September 2026 HK$'000 (unaudited)	At 31 March 2026 HK$'000 (audited)
Non-current liabilities			
Provisions		**587**	727
Lease liabilities		**492**	1,825
Deferred tax liabilities		**8,405**	9,690
Total non-current liabilities		**9,484**	12,242
NET ASSETS		**595,114**	604,859
Equity			
Share capital	*16*	**5,000**	5,000
Reserves		**590,114**	599,859
TOTAL EQUITY		**595,114**	604,859

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2026

1. GENERAL INFORMATION

The Company was incorporated and registered as an exempted company with limited liability in the Cayman Islands under the Companies Law of the Cayman Islands on 9 July 2018. The address of its registered office in the Cayman Islands is 4th Floor, Harbour Place, 103 South Church Street, P.O. Box 10240, Grand Cayman KY1-1002, Cayman Islands. The address of its registered office and principal place of business in Hong Kong is 11/F, China Aerospace Centre, 143 Hoi Bun Road, Kwun Tong, Kowloon, Hong Kong.

The Company is an investment holding company. The Company and its subsidiaries (collectively referred to as the "**Group**") are engaged in provision of cleaning, janitorial and other related services.

2. BASIS OF PREPARATION

These condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants (the "**HKICPA**") and the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

These condensed consolidated financial statements should be read in conjunction with the annual consolidated financial statements of the Group for the year ended 31 March 2026. Except as described below, the accounting policies (including the key sources of estimation uncertainty) and methods of computation used in the preparation of these condensed consolidated financial statements are consistent with those used in the annual consolidated financial statements for the year ended 31 March 2026.

3. NEW AND AMENDED HONG KONG FINANCIAL REPORTING STANDARDS ("HKFRSs")

(a) Amended standards adopted by the Group

The Group has applied the "Amendments to HKFRS 9 and HKFRS 7 – Amendments to the Classification and Measurement of Financial Instruments", the "Annual Improvements to HKFRS Accounting Standards – Volume 11" and "Amendments to HKFRS 9 and HKFRS 7 – Contracts Referencing Nature-dependent Electricity" for the first time from 1 April 2026. The Group did not change its accounting policies or make retrospective adjustments as a result of adopting the abovementioned amended standard.

(b) Impact of new standards issued but not yet adopted by the Group

In July 2024, HKICPA issued HKFRS 18 which is effective for annual reporting period beginning on or after 1 January 2027, with early application permitted. HKFRS 18 introduces significant changes to the presentation of financial statements, with a focus on information about financial performance present in the statement of profit or loss, which will affect how the Group present and disclose financial performance in the financial statements. The key changes introduced in HKFRS 18 relate to (i) the structure of the statement of profit or loss, (ii) required disclosures for management-defined performance measures (which are referred to alternative or non-GAAP performance measures), and (iii) enhanced requirements for aggregation and disaggregation of information. The management is currently assessing the impact of applying HKFRS 18 on the presentation and the disclosure of the consolidated financial statements.

4. SEGMENT INFORMATION

The Group has carried on a single business, which is provision of cleaning, janitorial and other related services in Hong Kong. Accordingly, there is only one single reportable segment of the Group which is regularly reviewed by the chief operating decision maker.

Geographical information:

No geographical information is presented as all of the Group's business is carried out in Hong Kong and the Group's revenue from external customers is generated and non-current assets are located in Hong Kong during the period.

5. REVENUE

The Group's operations and main revenue streams are those described in the last annual consolidated financial statements for the year ended 31 March 2026. The Group's revenue is derived from cleaning, janitorial and other related services income.

Disaggregation of revenue:

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Revenue from contracts with customers within the scope of HKFRS 15		
Cleaning, janitorial and other related services income	**1,778,923**	1,576,054
Timing of revenue recognition		
Services transferred over time	**1,778,923**	1,576,054

6. OTHER INCOME

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Interest income	**167**	382
Dividend income from financial assets at FVTPL	**60**	57
Government subsidies from Subsidy Scheme for Abolition of MPF Offsetting Arrangement	**147**	–
	374	439

7. FINANCE COSTS

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Interest on lease liabilities	**89**	94
Interest on bank and other borrowings	**2,667**	2,096
	2,756	2,190

8. INCOME TAX (CREDIT)/EXPENSE

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Current tax – Hong Kong Profits Tax		
Over-provision for the period	**(10)**	–
Deferred tax	**(971)**	1,614
	(981)	1,614

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

Hong Kong Profits Tax has been provided at a rate of 16.5% on the estimated assessable profit for the six months ended 30 September 2026 and 2025.

9. (LOSS)/PROFIT FOR THE PERIOD

The Group's (loss)/profit for the period is stated at after charging/(crediting) the followings:

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Depreciation of property, plant and equipment	**22,675**	19,529
Depreciation of right-of-use assets	**1,614**	1,582
Gain on disposals of property, plant and equipment, net	**(680)**	(14)
(Reversal of allowance)/allowance for account receivables	**(130)**	50
Expenses relating to short-term lease payments	**1,760**	816

10. DIVIDENDS

The Directors do not declare any interim dividend for the six months ended 30 September 2026 (six months ended 30 September 2025: Nil).

The final dividend of 0.12 HK cents per ordinary share for the year ended 31 March 2026, amounting to an aggregate amount of HK$600,000, was approved by the shareholders at the annual general meeting of the Company held on 3 September 2026 and was subsequently paid on 12 October 2026.

11. (LOSS)EARNINGS PER SHARE

The calculation of the basic and diluted (loss)/earnings per share is based on the following:

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Earnings		
(Loss)/profit for the period attributable to equity holders of the Company for the purpose of calculating basic (loss)/earnings per share	**(9,145)**	7,143

	2026	2025
	'000	*'000*
	(unaudited)	(unaudited)
Number of shares		
Weighted average number of ordinary shares for the purpose of calculating basic (loss)/earnings per share	**500,000**	500,000

The weighted average numbers of ordinary shares used as denominator for calculating the basic and diluted (loss)/earnings per share are the same as there were no dilutive potential ordinary shares in issue for the six months ended 30 September 2026 and 2025.

12. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 September 2026, the Group acquired property, plant and equipment of approximately HK$6,133,000 (six months ended 30 September 2025: HK$107,426,000).

13. ACCOUNT RECEIVABLES

	At 30 September 2026 ***HK$'000*** **(unaudited)**	At 31 March 2026 *HK$'000* (audited)
Account receivables	**842,556**	586,496
Allowance for account receivables	**(2,371)**	(2,501)
	840,185	583,995

The ageing analysis of account receivables, based on invoice date, is as follows:

	At 30 September 2026 ***HK$'000*** **(unaudited)**	At 31 March 2026 *HK$'000* (audited)
Up to 90 days	**695,705**	499,982
91 to 180 days	**80,297**	63,209
181 days to 1 year	**59,395**	16,108
Over 1 year	**7,159**	7,197
	842,556	586,496

14. ACCOUNT PAYABLES

The ageing analysis of account payables, based on the date of receipt of goods or services, is as follows:

	At 30 September 2026 ***HK$'000*** **(unaudited)**	At 31 March 2026 *HK$'000* (audited)
Up to 30 days	**33,222**	23,716
31 to 60 days	**3,305**	15,715
61 to 90 days	**12,492**	3,335
Over 90 days	**9,232**	1,103
	58,251	43,869

15. BANK AND OTHER BORROWINGS

	At 30 September 2026 ***HK$'000*** **(unaudited)**	At 31 March 2026 *HK$'000* (audited)
Current liabilities:		
Bank loans	**20,000**	62,500
Factoring loans	**145,421**	8,692
Other borrowings	**–**	1,360
	165,421	72,552

The interest rates per annum are as follows:

	At 30 September 2026 (unaudited)	At 31 March 2026 (audited)
Bank loans	**HIBOR+1.2% to HIBOR+2.5%**	HIBOR+1.2% to HIBOR+2.5%
Factoring loans	**HIBOR+1.0% to HIBOR+1.5%**	HIBOR+1.0% to HIBOR+1.3%
Other borrowings	**N/A**	4.24% to 4.92%

As at 30 September 2026, factoring loans were secured by the Group's account receivable of HK$161,579,000 (31 March 2026: HK$9,658,000).

As at 30 September 2026 and 31 March 2026, all of the Group's bank and other borrowings were classified as current liabilities as they are contractually repayable within one year from the reporting date.

16. SHARE CAPITAL

	Number of shares	Amount *HK$'000*
Authorised: Ordinary shares of HK$0.01 each		
At 31 March 2026 (audited) and 30 September 2026 (unaudited)	**3,000,000,000**	**30,000**
Issued and fully paid: Ordinary shares of HK$0.01 each		
At 31 March 2026 (audited) and 30 September 2026 (unaudited)	**500,000,000**	**5,000**

17. CONTINGENT LIABILITIES

(a) Performance bonds

As at 30 September 2026 and 31 March 2026, there were contingent liabilities in respect of performance bonds relating to deposits for cleaning, janitorial and other related service projects and an employment compensation insurance contract issued by banks for the Group amounting to approximately HK$308,229,000 (unaudited) and HK$312,735,000 (audited), respectively. The performance bonds were secured by the Group's pledged bank deposits and financial assets at FVTPL and were guaranteed by the Company.

(b) Litigations

As at 30 September 2026 and 31 March 2026, the Group has been involved in several on-going litigations and claims concerning personal injuries of its existing or former employees and third parties with estimated claim amounts, net of estimated insurance deductibles, of approximately HK$3,004,000 (unaudited) and HK$3,004,000 (audited), respectively. In the opinion of the Directors, the provision of insurance deductibles had been provided based on insurance policies. The estimated costs and expenses above the insurance deductibles are expected to be adequately covered by the Group's insurance policies.

18. RELATED PARTY TRANSACTIONS

(a) In addition to those related party transactions and balances disclosed elsewhere in the condensed consolidated financial statements, the Group had the following transaction with its related party during the period:

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Purchase of property, plant and equipment from a related company *(note (i))*	**–**	1,392
Compliance advisor fee paid to a related company *(note (i))*	**180**	180
Deposit paid for property, plant and equipment to a related company *(note (i) and (ii))*	**212**	–

Notes:

(i) The related company and the Company have a common controlling shareholder – Zhuhai Huafa Group Company Limited.

(ii) As at 30 September 2026 and 31 March 2026, all the deposits paid are included in deposits under prepayments, deposits and other receivables.

(b) The remuneration of Directors and other members of key management personnel during the period is as follows:

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Basic salaries and allowances	**1,466**	3,159
Bonuses	**–**	2,594
Retirement benefit scheme contributions	**96**	104
	1,562	5,857

RESULTS

The Group is a leading environmental hygiene service provider with coverage spanning across Hong Kong Island, Kowloon and the New Territories, providing cleaning services including building and campus cleaning, park and recreation center cleaning, street cleaning, disinfection services, pest management services, garbage logistics services and security guarding services.

The Group recorded revenue of approximately HK$1,778.9 million for the Period, representing an increase of 12.9% compared with the corresponding period last year. The Group's overall gross profit margin decreased from approximately 3.7% to 2.0%. The Group recorded a loss attributable to equity holders of the Company of approximately HK$9.1 million, as compared to a profit of approximately HK$7.1 million for the corresponding period in 2025.

BUSINESS REVIEW

Market Environment and Operating Priorities

During the Period, continuing global geopolitical tensions and persistently high international oil prices placed cost pressure on business operations. Competition in Hong Kong's cleaning service market also intensified, challenging contract profitability. In this environment, the Group's operating priorities extended beyond business expansion to balance project scale, service quality and operational efficiency, with a view to enhancing the sustainability of its business development.

The Group focuses on environmental hygiene services, serving both government and commercial customers, while continuing to expand into related businesses, including security services, garbage logistics and professional pest management. During the Period, revenue amounted to approximately HK$1,778.9 million, representing a year-on-year increase of approximately 12.9%, primarily driven by the expansion of government street cleaning services. Most of the increase came from contracts that commenced in the second half of 2025. However, as revenue growth failed to offset the pressure on profitability due to the abovementioned factors, overall gross profit margin fell to approximately 2.0%, and the Group recorded a loss attributable to equity holders of approximately HK$9.1 million.

Consolidating the Core Cleaning Business and Diversifying Customer Segments

In government cleaning services, the Group officially commenced two previously announced street cleansing services contracts during the Period under review, respectively undertaking street cleansing services in designated outlying islands and integrated street cleansing and public toilet cleaning services in Tsuen Wan District. The successful commencement of these contracts marked the continued expansion of the Group's service coverage in government cleaning services, further enriched its experience in public environmental services, strengthened its participation in the public-sector cleaning services market and provided stable, high-quality environmental hygiene safeguards to more communities.

In commercial cleaning services, the Group continued to actively explore diversified customer markets and secured a number of new service contracts during the Period. The customers served included, among others, a renowned higher education institution in Hong Kong, an authorised maintenance service provider for a global heavy-duty industrial engine manufacturer and a five-star hotel. These contracts covered various sectors, including education, industrial support and high-end business and hospitality, fully demonstrating the market's recognition of the Group's professional cleaning service capabilities and reflecting its comprehensive service capabilities across different scenarios.

While expanding its business, the Group remained committed to a prudent operating approach and maintained strict control over project quality and efficiency. Management continued to review the profitability requirements of different types of projects, prudently assess tendering opportunities for new contracts and renewal opportunities for existing contracts, and properly balance service commitments and commercial returns while expanding its customer base and diversifying its business portfolio. Leveraging its established operational systems and professional service teams, the Group will continue to pursue suitable market opportunities, while balancing business growth and financial health, with a view to promoting the sustainable development of its cleaning services business.

Expanding Security Services and Promoting Green Service Solutions

In security services, Wyson Security continued to expand its public-sector and residential customer base during the Period. During the Period, it successfully tendered for security services contracts for cultural venues under the Leisure and Cultural Services Department and the Shek Tong Tsui Municipal Services Building, with services under the relevant contracts having officially commenced. It also secured a security services contract for a large private residential complex. Together with the public transport security services contract which had commenced operations earlier, these contracts further diversified the customer portfolio and service scenarios of the Group's security services business, covering various areas including public cultural and recreational facilities, municipal buildings, residential communities and public transport.

While actively expanding its security services business, the Group adhered to the principle of prudent operation and continued to assess new projects and renewal opportunities, while maintaining strict control over project quality and profitability. Leveraging its well-established security operations and management system, well-trained frontline teams and comprehensive risk management and control mechanisms, the Group is committed to providing reliable and professional security solutions to customers of different types. Going forward, the Group will continue to seize suitable business opportunities in the market and expand its business coverage in an orderly manner, while promoting the steady expansion of its security services business on the basis of safeguarding service quality and fulfilling its service commitments, so as to achieve balanced development in terms of business scale and operational efficiency.

In terms of service delivery, the Group announced in July 2026 that it would introduce electric transport vehicles for campus cleaning services, integrating green solutions into its customer services. Garbage logistics and professional pest management also remained as areas of development for the Group's related businesses, complementing its cleaning and security services to gradually enrich its business portfolio. The Group will prudently assess the application of green vehicles and technology tools in light of its actual operational needs and cost-effectiveness.

Addressing Cost Pressures and Improving Earnings Quality

In response to pressure from fuel costs and industry competition, the Group actively implemented cost-control measures. During the Period, administrative expenses amounted to approximately HK$44.7 million, representing a year-on-year decrease of approximately 5.7%. Meanwhile, management has also identified improvements in operational management as a key focus for enhancing overall earnings quality.

PROSPECTS

Looking forward to the second half of the financial year, oil price movements and market competition will remain key operating variables for the Group to monitor. The Group will focus on improving the earnings quality of its projects, enhancing operational efficiency and optimising its business portfolio. While maintaining service quality and fulfilling its obligations under existing contracts, the Group will prudently pursue business opportunities in cleaning and related services.

For its cleaning business, the Group will continue to review tender pricing and project returns, while actively pursuing commercial and other quality projects that meet its profitability requirements. As existing contracts gradually expire, the Group will prudently consider whether to renew low-margin or loss-making projects, with a view to progressively optimising its contract portfolio. Operationally, the Group will optimise workforce deployment and vehicle management, review the disposal arrangements for vehicles with high maintenance costs or low efficiency, and continue to improve the efficiency of resource utilisation.

In the medium to long term, the Group will build on its cleaning services business to further develop security services, garbage logistics and professional pest management, broadening its customer base and revenue sources. Meanwhile, the Group will also assess the application of digital management, technological innovations and new-energy vehicles according to project requirements, balance cost-effectiveness with sustainable development, thereby establishing a more resilient operational foundation for the long-term development of its business.

FINANCIAL REVIEW

Revenue

The Group's revenue for the six months ended 30 September 2026 and 2025 was approximately HK$1,778.9 million and HK$1,576.1 million respectively, representing an increase of approximately HK$202.8 million or 12.9%. The increase was primarily driven by the expansion of the government street cleaning business, with most of the incremental contribution coming from contracts that commenced performance in the second half of 2025.

Cost of services

The cost of services primarily comprised labour costs, cleaning materials costs and motor vehicles expenses. For the six months ended 30 September 2026 and 2025, the cost of services amounted to approximately HK$1,743.0 million and HK$1,518.3 million respectively, representing approximately 98.0% and 96.3% of the Group's revenue for the corresponding periods, an increase of approximately 1.7 percentage points. The increase in cost of services was mainly driven by elevated global oil prices, alongside persistent pressure on overall gross profit margins due to heightened market competition within the environmental cleaning services sector.

Gross profit and gross profit margin

The Group's gross profit for the Period was approximately HK$35.9 million, representing a decrease of approximately HK$21.9 million or 37.9% from approximately HK$57.8 million for the corresponding period in 2025.

The gross profit margins of the Group for the six months ended 30 September 2026 and 2025 were approximately 2.0% and 3.7% respectively. As mentioned above, the decline in gross profit margin was mainly attributable to intensified market competition in recent years, which in turn has reduced the profitability of the contracts. Meanwhile, high international oil prices drove up vehicle operating costs.

Administrative expenses

The administrative expenses of the Group for the six months ended 30 September 2026 and 2025 were approximately HK$44.7 million and HK$47.4 million respectively, representing a decrease of HK$2.7 million or 5.7%, and approximately 2.5% and 3.0% of the Group's total revenue respectively. The decreased cost was mainly attributable to the Group's active implementation of comprehensive cost-reduction initiatives.

Finance costs

The finance costs primarily represented the interest expenses on bank borrowings with floating interest rates. The finance costs amounted to approximately HK$2.8 million and HK$2.2 million for the six months ended 30 September 2026 and 2025 respectively, amounting to approximately 0.16% and 0.14% of the Group's total revenue respectively. The increase in finance costs was primarily attributable to the drawdown of new bank borrowings to fund business growth.

Loss for the Period attributable to equity holders of the Company

The Group's loss for the period attributable to equity holders of the Company for the six months ended 30 September 2026 was approximately HK$9.1 million, as compared to a profit of approximately HK$7.1 million in 2025. The change was mainly due to combined effect of the factors described above.

Liquidity and financial resources

The Group has funded the liquidity and capital requirements primarily through cash inflows from operating and financing activities. As at 30 September 2026, the capital structure of the Group consisted of equity of approximately HK$595.1 million (31 March 2026: HK$604.9 million), bank and other borrowings of approximately HK$165.4 million (31 March 2026: HK$72.6 million) and lease liabilities of approximately HK$3.1 million (31 March 2026: HK$4.4 million).

Account receivables

As at 30 September 2026, the Group had net account receivables of approximately HK$840.2 million (31 March 2026: HK$584.0 million). The increase was in line with the growth in revenue. The Group does not expect any material difficulty in collecting payment from such customers and will continue to improve credit and collections management.

Cash position and fund available

During the Period, the Group maintained a healthy liquidity position, with working capital being funded by operating cash flows and bank borrowings. As at 30 September 2026, the Group's cash and cash equivalents were approximately HK$231.7 million (31 March 2026: HK$288.2 million); the Group pledged bank deposits of approximately HK$26.0 million (31 March 2026: HK$20.5 million) to secure the Group's banking facilities. As at 30 September 2026, the current ratio of the Group was approximately 1.5 times (31 March 2026: 1.7 times).

Accruals, other payables and provisions

As at 30 September 2026, the Group had total accruals, other payables and provisions of approximately HK$500.1 million (31 March 2026: HK$414.8 million). The increase was mainly due to the increase in accrued staff costs and provision which was in line with the business volume.

Bank and other borrowings

As at 30 September 2026, the Group had total bank and other borrowings of approximately HK$165.4 million (31 March 2026: HK$72.6 million). As at 30 September 2026, the Group had aggregate banking facilities, which comprised of overdraft and revolving loan facilities, factoring facility and letter of guarantee, of approximately HK$1,362.5 million, of which approximately HK$886.3 million was unutilised.

Gearing ratio

As at 30 September 2026, the Group's gearing ratio was approximately 28.3% (31 March 2026: 12.7%), calculated by dividing total debts by total equity and multiplying the resulting value by 100%. The Group's total debts include interest-bearing bank and other borrowings and lease liabilities. The increase in the gearing ratio is primarily driven by new borrowings to finance the Group's business operation.

Foreign currency exposure

The Group has minimal exposure to foreign currency risk as most of its business transactions, assets and liabilities are principally denominated in the functional currency of the Group's entities located in Hong Kong. The Group currently does not have a foreign currency hedging policy in respect of foreign currency transactions, assets and liabilities. The Group monitors its foreign currency exposure closely and will consider hedging significant foreign currency exposure should the need arise.

Capital expenditure

The Group incurred total capital expenditures of approximately HK$6.1 million and HK$107.4 million for the six months ended 30 September 2026 and 2025 respectively for additions of property, plant and equipment. The capital expenditure was principally incurred for the acquisition of motor vehicles to provide street cleaning services. It was mainly funded by cash generated from operating and financing activities.

Capital Commitment

As at 30 September 2026, the Group had no capital commitment (31 March 2026: Nil).

Charges on the Group's Assets

As at 30 September 2026, the Group pledged certain property, plant and equipment, bank deposits and financial assets at fair value through profit or loss ("**FVTPL**") to secure bank and other borrowings, performance bonds relating to deposits for cleaning, janitorial and other related service projects.

Contingent Liabilities

(a) Performance bonds

As at 30 September 2026 and 31 March 2026, there were contingent liabilities in respect of performance bonds relating to deposits for cleaning, janitorial and other related service projects and an employment compensation insurance contract issued by banks for the Group amounting to approximately HK$308,229,000 (unaudited) and HK$312,735,000 (audited), respectively. The performance bonds were secured by the Group's pledged bank deposits, and financial assets at FVTPL and were guaranteed by the Company.

(b) Litigations

As at 30 September 2026 and 31 March 2026, the Group has been involved in several on-going litigations and claims concerning personal injuries of its existing or former employees and third parties with estimated claim amounts, net of estimated insurance deductibles, of approximately HK$3,004,000 (unaudited) and HK$3,004,000 (audited), respectively. In the opinion of the Directors, the provision of insurance deductibles had been provided based on insurance policies. The estimated costs and expenses above the insurance deductibles are expected to be adequately covered by the Group's insurance policies.

HUMAN RESOURCES

As at 30 September 2026, the Group had over 13,000 employees (31 March 2026: over 14,000 employees). Remuneration is determined with reference to market terms and in accordance with the performance, qualification, and experience of each individual employee. Discretionary bonuses, based on each individual's performance, are paid to employees as recognition and reward for their contributions. In addition, the Group conducted various training activities, such as training on operational safety, office, and management skills, to improve the front-end quality of services and office support during the Period.

INTERIM DIVIDEND

The Board does not declare any interim dividend for the Period (six months ended 30 September 2025: Nil).

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

During the Period, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the listed securities of the Company.

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

Throughout the Period, the Company has complied with all applicable code provisions set out in the Corporate Governance Code contained in Appendix C1 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**").

REVIEW OF UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

The Company's unaudited interim condensed consolidated financial information for the Period has been reviewed by the audit committee of the Company, which currently comprises three independent non-executive Directors, namely Mr. FAN Chiu Tat Martin, Ms. RU Tingting and Mr. LEUNG Siu Hong, and by the Company's independent auditor RSM Hong Kong, certified public accountants in Hong Kong, in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the HKICPA.

PUBLICATION OF INTERIM RESULTS ANNOUNCEMENT AND INTERIM REPORT

This interim results announcement is published on the website of the Stock Exchange at www.hkexnews.hk and the website of the Company at www.johnsonholdings.com. The 2026/27 interim report will be available on the websites of the Stock Exchange and the Company before the end of December 2026.

APPRECIATION

On behalf of the Board, I would like to take this opportunity to express my gratitude to the shareholders, investors and business partners' support and trust, and all employees for their dedication and hard work.

By order of the Board
Hong Kong Johnson Holdings Co., Ltd.
YAN Jun
Chairman

Hong Kong, 26 November 2026

As at the date of this announcement, the executive Directors are Mr. YAN Jun (Chairman), Mr. CHEN Erqian (Vice President); the non-executive Directors are Ms. LI Yanmei, Ms. YANG Bing, Mr. WU Zhiyong, Ms. TANG Yuyun and Mr. LIN Peng; and the independent non-executive Directors are Mr. FAN Chiu Tat Martin, Dr. GUAN Yuyan, Mr. HONG Kam Le, Mr. LEUNG Siu Hong and Ms. RU Tingting.