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HKC INTERNATIONAL HOLDINGS LIMITED
香港通訊國際控股有限公司*

(Incorporated in the Cayman Islands with limited liability)
(Stock code: 248)

ANNOUNCEMENT OF INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2026

The board of directors (the "Board") of HKC International Holdings Limited (the "Company") is pleased to announce the unaudited condensed consolidated results of the Company and its subsidiaries (collectively, the "Group") for the six months ended 30 September 2026 as follows:

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2026

		Six months ended 30 September	
		2026	2025
	Notes	***HK$'000***	*HK$'000*
		(unaudited)	(unaudited)
Revenue	3	**22,937**	32,358
Cost of sales		**(12,024)**	(20,324)
Gross profit		**10,913**	12,034
Other income, gains and losses	4	**24**	94
Reversal of impairment loss on trade receivables		**230**	225
Selling and distribution expenses		**(1,046)**	(1,364)
Administrative and other operating expenses		**(19,742)**	(16,909)
Finance costs	5	**(1,817)**	(3,324)

* *For identification purpose only*

	Notes	Six months ended 30 September	
		2026	2025
		HK$'000	*HK$'000*
		(unaudited)	(unaudited)
Loss before taxation	6	**(11,438)**	(9,244)
Taxation		**–**	–
Loss for the period attributable to equity holders of the Company		**(11,438)**	(9,244)
Other comprehensive (expense) income			
Item that may be reclassified subsequently to profit or loss			
Exchange differences on translation of overseas operations		**(285)**	636
Total comprehensive expense attributable to equity holders of the Company		**(11,723)**	(8,608)
Loss per share – (HK cents)			(Restated)
– basic and diluted	7	**(4.90) cents**	(5.94) cents

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30 SEPTEMBER 2026

	Notes	**As at 30 September 2026** ***HK$'000*** **(unaudited)**	As at 31 March 2026 *HK$'000* (audited)
NON-CURRENT ASSETS			
Property, plant and equipment		**46,393**	46,293
Investment properties		**125,500**	125,500
Financial assets at fair value through profit and loss ("FVTPL")		**1,012**	1,012
		172,905	172,805
CURRENT ASSETS			
Inventories		**13,192**	11,416
Contract assets	9	**60,957**	71,738
Trade receivables	10	**6,303**	6,198
Prepayments, deposits and other receivables		**16,340**	14,429
Tax recoverable		**–**	122
Pledged bank deposits		**772**	772
Cash and bank balances		**6,702**	11,855
		104,266	116,530
CURRENT LIABILITIES			
Trade payables	11	**2,532**	2,343
Accruals and other payables	11	**1,368**	5,302
Contract liabilities		**2,675**	2,612
Amounts due to a director		**4,154**	2,654
Lease liabilities		**280**	116
Bank borrowings		**78,485**	77,109
Tax payable		**59**	14
		89,553	90,150

	As at 30 September 2026 *HK$'000* (unaudited)	As at 31 March 2026 *HK$'000* (audited)
NET CURRENT ASSETS	**14,713**	26,380
TOTAL ASSETS LESS CURRENT LIABILITIES	**187,618**	199,185
NON-CURRENT LIABILITIES		
Deferred tax liabilities	**49**	49
NET ASSETS	**187,569**	199,136
CAPITAL AND RESERVES		
Share capital	**18,680**	18,680
Reserves	**168,889**	180,456
TOTAL EQUITY	**187,569**	199,136

NOTES ON THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2026

1. BASIS OF PREPARATION

These financial statements have been prepared in accordance with HKFRS Accounting Standards issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"), accounting principles generally accepted in Hong Kong and the disclosure requirements of the Hong Kong Companies Ordinance. They have been prepared under the historical cost convention, except for investment properties and certain financial instruments, which have been measured at fair values. These financial statements are presented in Hong Kong Dollars ("HK$") and all values are rounded to the nearest thousand except where otherwise indicated.

2. MATERIAL ACCOUNTING POLICIES

In the current interim period, the Group has applied, for the first time, the following amendments to HKFRS Accounting Standards issued by the HKICPA which are effective for the Group's financial year beginning 1 April 2026:

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

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

3. REVENUE/SEGMENT INFORMATION

Revenue represents sales of internet of things ("IOT") solutions, maintenance income, installation, repairs services, sales of mobile phones and gross rental income.

Segment results, assets and liabilities

Information reported to the executive directors, as chief operating decision maker, for the purposes of resource allocation and assessment of segment performance focuses on types of goods or services delivered or provided. The directors of the Company have chosen to organise the Group around differences in products and services. No operating segments identified by the chief operating decision maker have been aggregated in arriving at the reportable segments of the Group.

Specifically, the Group's reportable segments are as follows:

1. Sales of IOT solutions in Hong Kong

2. Sales of IOT solutions in Mainland China and other countries in South East Asia

3. Sales of mobile phones in Hong Kong

4. Property investment

For the purposes of monitoring segment performance and allocating resources between segments:

- all assets are allocated to reportable segments other than financial assets at FVTPL.
- all liabilities are allocated to reportable segments other than deferred tax liabilities.

The following is an analysis of the Group's revenue and results by reportable and operating segments.

Segment revenues and results

For the six months ended 30 September 2026

	Sales of IOT solutions in Hong Kong *HK$'000* (unaudited)	Sales of IOT solutions in Mainland China and other countries in South East Asia *HK$'000* (unaudited)	Sales of mobile phones in Hong Kong *HK$'000* (unaudited)	Property investment *HK$'000* (unaudited)	Inter-segment elimination *HK$'000* (unaudited)	Total *HK$'000* (unaudited)
REVENUES						
Revenue	14,733	7,298	4,992	1,066	(5,152)	22,937
Less: inter-segment revenue	–	(5,152)	–	–	5,152	–
Reportable segment revenue – external	14,733	2,146	4,992	1,066	–	22,937
Reportable segment (loss) profit	(9,053)	(2,199)	217	(402)	–	(11,437)
Segments assets and liabilities:						
Reportable segment assets	168,851	12,820	585	93,903	–	276,159
Reportable segment liabilities	85,469	3,420	122	542	–	89,553
Other segment information:						
Amounts included in the measure of segment profit or loss or segment assets						
Interest income from bank deposits	7	–	–	–	–	7
Finance costs	1,663	14	1	139	–	1,817
Depreciation	373	222	22	5	–	622
Reversal of impairment loss on trade receivables	230	–	–	–	–	230
Additions to non-current assets	205	517	–	–	–	722

Segment revenues and results

For the six months ended 30 September 2025

	Sales of IOT solutions in Hong Kong *HK$'000* (unaudited)	Sales of IOT solutions in Mainland China and other countries in South East Asia *HK$'000* (unaudited)	Sales of mobile phones in Hong Kong *HK$'000* (unaudited)	Property investment *HK$'000* (unaudited)	Inter-segment elimination *HK$'000* (unaudited)	Total *HK$'000* (unaudited)
REVENUES						
Revenue	25,910	7,933	2,023	1,210	(4,718)	32,358
Less: inter-segment revenue	–	(4,718)	–	–	4,718	–
Reportable segment revenue – external	25,910	3,215	2,023	1,210	–	32,358
Reportable segment loss	(5,106)	(3,250)	(577)	(297)	–	(9,230)
Segments assets and liabilities:						
Reportable segment assets	200,205	18,205	1,170	123,811	–	343,391
Reportable segment liabilities	138,525	3,810	1,683	741	–	144,759
Other segment information:						
Amounts included in the measure of segment profit or loss or segment assets						
Interest income from bank deposits	102	–	–	–	–	102
Finance costs	3,144	12	2	166	–	3,324
Depreciation	428	201	22	12	–	663
Reversal of impairment loss on trade receivables	225	–	–	–	–	225
Additions to non-current assets	12	350	–	–	–	362

The accounting policies of the reportable segments are the same as the Group's accounting policies. Segment (loss) profit represents the (loss) profit earned by each segment without allocation of net exchange loss. This is the measure reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance.

Geographic information

Information about the Group's revenue from external customers is presented based on the location of the operations. Information about the Group's non-current assets is presented based on the geographic location of the assets.

	Revenues from external customers		Non-current assets*	
	30.9.2026	30.9.2025	**30.9.2026**	31.3.2026
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*
	(unaudited)	(unaudited)	**(unaudited)**	(audited)
Hong Kong (place of domicile)	**20,791**	27,933	**171,306**	171,442
Mainland China	**1,070**	1,434	**107**	116
Singapore	**1,076**	2,991	**480**	235
	2,146	4,425	**587**	351
	22,937	32,358	**171,893**	171,793

* Non-current assets excluding financial assets at FVTPL.

Reconciliations of reportable segment profit or loss before taxation

	Six months ended	
	30.9.2026	30.9.2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
PROFIT OR LOSS		
Total reportable segment loss	**(11,437)**	(9,230)
Net exchange loss	**(1)**	(14)
Consolidated loss before taxation	**(11,438)**	(9,244)

Reconciliations of reportable segment assets and liabilities

	30.9.2026	31.3.2026
	HK$'000	*HK$'000*
	(unaudited)	(audited)
ASSETS		
Total reportable segment assets	**276,159**	288,323
Unallocated corporate assets	**1,012**	1,012
Consolidated total assets	**277,171**	289,335
LIABILITIES		
Total reportable segment liabilities	**89,553**	90,150
Deferred tax liabilities	**49**	49
Consolidated total liabilities	**89,602**	90,199

4. OTHER INCOME, GAINS AND LOSSES

	Six months ended	
	30.9.2026	30.9.2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Loss on disposal of financial assets at FVTPL	**–**	(13)
Government subsidies *(Note)*	**18**	16
Bank interest income	**7**	102
Dividend income	**–**	3
Net exchange loss	**(1)**	(14)
	24	94

Note:

The Group recognised government subsidies of HK$18,000 (2025: HK$16,000) from Singapore government. There are no unfulfilled conditions and other contingencies attached to the receipts of those subsidies.

5. FINANCE COSTS

	Six months ended	
	30.9.2026	30.9.2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Interest on bank borrowings	**1,521**	2,983
Interest on lease liabilities	**5**	5
Total interest expenses	**1,526**	2,988
Bank charges	**291**	336
	1,817	3,324

6. LOSS BEFORE TAXATION

	Six months ended	
	30.9.2026	30.9.2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Loss before taxation has been arrived at after charging:		
Depreciation on		
– property, plant and equipment	**439**	484
– right-of-use assets	**183**	179
	622	663
Employee benefits expenses (including directors' remuneration)		
– salaries, allowances and benefits in kind	**12,588**	8,276
– retirement benefit scheme contributions	**868**	1,200
Total staff costs	**13,456**	9,476
Reversal of impairment loss on trade receivables	**(230)**	(225)

7. LOSS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY

The calculation of basic and diluted loss per share is based on the loss attributable to equity holders of the Company of HK$11,438,000 (2025: HK$9,244,000) and on the number of shares of 233,499,610 (2025: 155,666,407) in issue during the period.

As a result of the Group's net loss for the periods ended 30 September 2026 and 2025, share options outstanding were excluded from the calculation of diluted loss per share as their inclusion would has been anti-dilutive.

8. DIVIDEND

The directors do not recommend the payment of any interim dividend for the six months ended 30 September 2026 (2025: Nil).

9. CONTRACT ASSETS

	30.9.2026	31.3.2026
	HK$'000	*HK$'000*
	(unaudited)	(audited)
IOT solutions	**62,598**	73,379
Less: Loss allowance	**(1,641)**	(1,641)
	60,957	71,738

10. TRADE RECEIVABLES

The Group allows an average credit periods ranging from seven days to one month to its customers. For certain customers with long-established relationship and have good credit worthiness, a longer credit period may be granted.

	30.9.2026	31.3.2026
	HK$'000	*HK$'000*
	(unaudited)	(audited)
Trade debtors	**7,170**	7,295
Less: Loss allowance	**(867)**	(1,097)
	6,303	6,198

The following is an aged analysis of trade receivables presented based on the invoice date:

	30.9.2026	31.3.2026
	HK$'000	*HK$'000*
	(unaudited)	(audited)
Within 30 days	**2,739**	1,929
31 – 60 days	**565**	738
61 – 90 days	**563**	1,133
91 – 180 days	**114**	701
181 – 365 days	**25**	139
Over 365 days	**3,164**	2,655
	7,170	7,295

11. TRADE PAYABLES, ACCRUALS AND OTHER PAYABLES

	30.9.2026	31.3.2026
	HK$'000	*HK$'000*
	(unaudited)	(audited)
Trade payables	**2,532**	2,343
Accruals and other payables	**1,368**	5,302
	3,900	7,645

The following is an aged analysis of trade payables presented based on the invoice date:

	30.9.2026	31.3.2026
	HK$'000	*HK$'000*
	(unaudited)	(audited)
0 – 30 days	**631**	829
31 – 60 days	**368**	424
61 – 90 days	**431**	209
Over 90 days	**1,102**	881
	2,532	2,343

The trade payables were due according to the terms stated in the relevant contracts. The average credit period ranged from 30 to 60 days.

12. EVENT AFTER THE REPORTING PERIOD

On 21 August 2026, a subsidiary of the Group has entered into a provisional agreement with a third party to dispose of its property at workshop B7, on 8th Floor, Block B, Hong Kong Industrial Centre, 489 – 491 Castle Peak Road, Kowloon, Hong Kong at a consideration of HK$10,380,000. The sale of property has been completed on 18 November 2026. Taking into account the audited carrying value of the property of HK$11,900,000 at 31 March 2026 and the related expenses for the disposal of approximately HK$200,000, the Group expects to record a loss of approximately HK$1,720,000 in the financial year ending 31 March 2027 as a result of the disposal.

13. RELATED PARTY TRANSACTIONS

Key management personnel compensation

The remuneration of directors of the Company (who are also the key management) during the period were as follows:

	Six months ended	
	30.9.2026	30.9.2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Short-term benefits	**2,302**	2,359
Post-employment benefits	**64**	64
	2,366	2,423

The remuneration of directors of the Company is determined by the remuneration committee having regard to the performance of individual and market trends.

MANAGEMENT DISCUSSION AND ANALYSIS

For the six months ended 30 September 2026, the Group's revenue was HK$23 million which represented a decrease of approximately 29% as compared with the HK$32 million recorded for the corresponding period last year and the loss attributable to equity holders of the Company was HK$11 million as compared to the loss of HK$9 million for the six months ended 30 September 2025.

Sales of IOT solutions

During the period under review, the turnover was HK$17 million (2025: HK$29 million). The division recorded loss of HK$11 million (2025: HK$8 million).

Sales of mobile phones

During the period under review, the revenue was HK$5 million, representing an increase of 147% compared to the same period last year (2025: HK$2 million). The division recorded profit of HK$0.2 million (2025: loss of HK$0.6 million).

Property investment

During the period under review, the rental income decreased by HK$0.1 million to HK$1.1 million (2025: HK$1.2 million) due to disposal of an investment property in March 2026. The division recorded loss of HK$0.4 million (2025: HK$0.3 million).

PROSPECTS

For the IOT Solutions segment, we will strengthen cost discipline while expanding and refining our product portfolio to meet evolving customer needs and market demand. Our priorities include developing practical, adaptable AI-enabled robotic solutions for a range of applications; expanding the provision of cloud security services; and supplying library-related equipment to overseas markets. By aligning product development and service delivery with market opportunities, we aim to broaden our reach, enhance competitiveness, and support sustainable growth.

Regarding our mobile phone business, we are an authorized distributor of vivo. We expect sales to remain stable during the second half of the year and will continue to focus on effective distribution and serving customer demand.

Regarding the property investment segment, we expect that the rental income will decrease due to the completion of the disposal of a property in November 2026.

LIQUIDITY AND FINANCIAL RESOURCES

As at 30 September 2026, the Group's cash and bank balances amounted to approximately HK$7 million (31 March 2026: HK$12 million) while the bank borrowings were HK$78 million (31 March 2026: HK$77 million).

The Board believes that the Group has sufficient cash balances and banking facilities to satisfy its commitment and working capital requirements. The gearing ratio was 42% (31 March 2026: 39%) which is expressed as a percentage of total borrowings to total equity.

EMPLOYEES

As at 30 September 2026, the total number of employees of the Group was approximately 70 (31 March 2026: 74) and the aggregate remuneration of employees (excluding directors' emoluments) amounted to HK$10 million (2025: HK$6 million). The remuneration and bonus packages of the employees are based on the individual merits and performance and are reviewed at least annually. The Group maintains a good relationship with its employees.

SHARE OPTION SCHEME

The Company's share option scheme (the "Scheme") was adopted pursuant to a resolution passed on 26 August 2022 for the primary purpose of providing incentives to directors and eligible employees and will expire on 26 August 2032. Under the Scheme, the Board of Directors of the Company may grant options to eligible employees, including directors of the Company and its subsidiaries, to subscribe for shares in the Company.

As at 30 September 2026, the number of shares in respect of which options had been granted and remained outstanding under the Scheme was 7,990,000 (31 March 2026: Nil), representing 3.4% (31 March 2026: Nil) of the shares of the Company in issue at that date.

PLEDGE OF ASSETS

As at 30 September 2026, the Group's general banking facilities were secured by (1) first legal charge on certain leasehold land and buildings with total carrying value of HK$45,238,000 (31 March 2026: HK$45,628,000); (2) first legal charge on certain investment properties with total fair value of HK$125,500,000 (31 March 2026: HK$125,500,000); and (3) bank deposit of HK$772,000 (31 March 2026: HK$772,000).

CONTINGENT LIABILITIES

As at 30 September 2026, the Company had provided corporate guarantees of HK$138 million (31 March 2026: HK$138 million) to secure the banking facilities granted to subsidiaries.

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

During the six months ended 30 September 2026, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed shares.

CORPORATE GOVERNANCE PRACTICES

In the opinion of the directors, the Company has complied with the code provisions in the Corporate Governance Code (the "Code") as set out in Appendix C1 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") throughout the six months ended 30 September 2026, except the following provisions:

Code provision C.1.5 stipulates, among other things, that the independent non-executive directors and other non-executive directors should attend general meetings. Dr. Chu Chor Lup was unable to attend the annual general meeting of the Company held on 28 August 2026 due to his other commitment.

Code provision C.2.1 stipulates that the roles of chairman and chief executive officer should be separate and should not be performed by the same individual. The Company does not segregate the roles of chairman and chief executive officer and Mr. Chan Chung Yee, Hubert currently holds both positions. The Board believes that vesting the roles of chairman and chief executive officer in the same person provides the Group with strong and consistent leadership in the development and execution of long-term business strategies. The Board will continuously review and improve the corporate governance practices and standards of the Company to ensure that business activities and decision making processes are regulated in a proper and prudent manner.

COMPLIANCE WITH THE MODEL CODE SET OUT IN APPENDIX 10 TO THE LISTING RULES

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix 10 to the Listing Rules (the "Model Code") as its own code of conduct regarding directors' securities transactions. Having made specific enquiry of all directors, all directors confirmed that they have complied with the required standards set out in the Model Code during the six months ended 30 September 2026.

AUDIT COMMITTEE

The audit committee has reviewed with management the accounting policies adopted by the Group and discussed internal control and financial reporting matters including the review of the unaudited interim results for the six months ended 30 September 2026.

APPRECIATION

The Board of the Company would like to extend its sincere gratitude to the Company's shareholders, business counterparts and all management and the staff members of the Group for their contribution and continued support during the period.

By Order of the Board
Chan Chung Yee, Hubert
Chairman

Hong Kong, 27 November 2026

As at the date of this announcement, the Board comprises Mr. Chan Chung Yee Hubert, Mr. Chan Chung Yin Roy, Mr. Chan Ming Him Denny, Mr. Wu Kwok Lam, Mr. Ip Man Hon, Mr. Lam Man Hau and Ms. Wan Man Lai Polly as executive directors and Dr. Chu Chor Lup, Dr. Law Ka Hung, Mr. Wong Kwok Leung and Mr. Yau Yiu Chung as independent non-executive directors.