# CDW HOLDING LIMITED

Condensed Interim Consolidated Financial Statements
For the Six Months Ended 30 June 2026

# CONTENTS

## CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS
**For the six months ended 30 June 2026**

| | Note | Six months ended 30 June | | |
|---|---|---|---|---|
| | | **2026 US$'000** | **2025 US$'000** | **% Increase/ (Decrease)** |
| **Revenue** | 4 | 28,149 | 43,199 | (34.8%) |
| Cost of sales | | (23,921) | (36,267) | (34.0%) |
| **Gross profit** | | 4,228 | 6,932 | (39.0%) |
| Other income | 7 | 518 | 679 | (23.7%) |
| Distribution costs | | (688) | (946) | (27.3%) |
| Administrative expenses | | (7,316) | (7,003) | 4.5% |
| **Loss from operations** | | (3,258) | (338) | 863.9% |
| Finance costs | 8 | (181) | (164) | 10.4% |
| **Loss before tax** | 9 | (3,439) | (502) | 585.1% |
| Income tax expense | 10 | (6) | (451) | (98.7%) |
| **Loss for the period** | | (3,445) | (953) | 261.5% |
| **Loss attributable to:** | | | | |
| Owners of the Company | | (3,382) | (929) | 264.0% |
| Non-controlling interests | | (63) | (24) | 162.5% |
| | | (3,445) | (953) | 261.5% |
| **Loss per share (US cents)** | | | | |
| Basic | 11 | (1.50) | (0.41) | 265.9% |
| Diluted | | (1.50) | (0.41) | 265.9% |

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**
**For the six months ended 30 June 2026**

| | | Six months ended 30 June | | |
|---|---|---|---|---|
| | Note | 2026<br>US$'000 | 2025<br>US$'000 | %<br>Increase / (Decrease) |
| **Loss for the period** | | (3,445) | (953) | 261.5% |
| **Other comprehensive income / (loss):** | | | | |
| *Items that may be reclassified subsequently to profit or loss:* | | | | |
| Exchange differences on translation of foreign operations | | (282) | 244 | (215.6%) |
| *Items that will not be reclassified to profit or loss:* | | | | |
| Equity investments designated at fair value through other comprehensive income: | | | | |
| - Fair value loss arising during the period | | - | 28 | N.M.* |
| **Other comprehensive income / (loss) for the period, net of tax** | | (282) | 272 | (203.7%) |
| **Total comprehensive loss for the period** | | (3,727) | (681) | 447.3% |
| **Total comprehensive loss attributable to:** | | | | |
| Owners of the Company | | (3,664) | (657) | 457.7% |
| Non-controlling interests | | (63) | (24) | 162.5% |
| | | (3,727) | (681) | 447.3% |

* N.M.: Not meaningful.

**CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION**
**As at 30 June 2026**

| | | The Group | | The Company | |
|---|---|---|---|---|---|
| | Note | As at 30 June 2026 US$'000 | As at 31 December 2025 US$'000 | As at 30 June 2026 US$'000 | As at 31 December 2025 US$'000 |
| <u>ASSETS</u> | | | | | |
| **Non-current assets** | | | | | |
| Property, plant and equipment | 13 | 3,655 | 3,561 | - | - |
| Right-of-use assets | | 2,859 | 1,677 | - | - |
| Investment in subsidiaries | | - | - | 11,334 | 11,334 |
| Amount due from a subsidiary | | - | - | 15,346 | 15,704 |
| Goodwill | | 11,507 | 12,108 | - | - |
| Other intangible assets | | 503 | 538 | - | - |
| Investments | 5 | 33 | 41 | - | - |
| Other assets | | 370 | 212 | - | - |
| Deferred tax assets | | 148 | 138 | - | - |
| **Total non-current assets** | | 19,075 | 18,275 | 26,680 | 27,038 |
| **Current assets** | | | | | |
| Inventories | 15 | 7,766 | 9,362 | - | - |
| Trade receivables | | 8,896 | 13,309 | - | - |
| Other receivables and prepayments | | 2,716 | 2,236 | 24 | 43 |
| Tax recoverable | | 123 | 109 | - | - |
| Pledged bank deposit | 16 | 500 | 500 | - | - |
| Cash and bank balances | 16 | 20,340 | 24,402 | 131 | 102 |
| **Total current assets** | | 40,341 | 49,918 | 155 | 145 |
| **TOTAL ASSETS** | | 59,416 | 68,193 | 26,835 | 27,183 |
| <u>LIABILITIES AND EQUITY</u> | | | | | |
| **Current liabilities** | | | | | |
| Bank borrowings | 17 | 1,893 | 1,799 | - | - |
| Lease liabilities | | 1,311 | 1,025 | - | - |
| Trade payables | | 8,860 | 12,550 | - | - |
| Other payables and accruals | | 6,986 | 8,906 | 159 | 129 |
| Amount due to an associate | 14 | 343 | 387 | - | - |
| **Total current liabilities** | | 19,393 | 24,667 | 159 | 129 |
| **NET CURRENT ASSETS/ (LIABILITIES)** | | 20,948 | 25,251 | (4) | 16 |
| **Non-current liabilities** | | | | | |
| Bank borrowings | 17 | 3,299 | 4,003 | - | - |
| Lease liabilities | | 1,641 | 737 | - | - |
| Retirement benefit obligations | | 202 | 188 | - | - |
| Deferred tax liabilities | | 260 | 250 | - | - |
| **Total non-current liabilities** | | 5,402 | 5,178 | - | - |
| **TOTAL LIABILITIES** | | 24,795 | 29,845 | 159 | 129 |
| **NET ASSETS** | | 34,621 | 38,348 | 26,676 | 27,054 |
| **Equity attributable to owners of the Company** | | | | | |
| Share Capital | | 10,087 | 10,087 | 10,087 | 10,087 |
| Treasury shares | | (4,016) | (4,016) | (4,016) | (4,016) |
| Retained earnings | | 16,636 | 20,018 | 1,972 | 2,350 |
| Reserves | | 13,537 | 13,819 | 18,633 | 18,633 |
| | | 36,244 | 39,908 | 26,676 | 27,054 |
| Non-controlling interests | | (1,623) | (1,560) | - | - |
| **TOTAL EQUITY** | | 34,621 | 38,348 | 26,676 | 27,054 |
| **TOTAL LIABILITIES AND EQUITY** | | 59,416 | 68,193 | 26,835 | 27,183 |

## CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY
## For the six months ended 30 June 2026

### The Group

| | Share capital | Share premium of the Company | Share capital reserve | Treasury shares | Employee share option reserve | Merger reserve | Statutory reserve fund | Enterprise expansion fund | Other reserves | Fair value adjustment reserve | Foreign currency translation reserve | Retained earnings | Equity attributable to the owners of the Company | Non-controlling interests | Total equity |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 |
| Balance as at 1 January 2026 | 10,087 | 18,994 | (361) | (4,016) | - | (7,020) | 3,805 | 318 | 1,200 | (349) | (2,768) | 20,018 | 39,908 | (1,560) | 38,348 |
| Loss for the period | - | - | - | - | - | - | - | - | - | - | - | (3,382) | (3,382) | (63) | (3,445) |
| Other comprehensive loss for the period: | | | | | | | | | | | | | | | |
| Exchange differences on translation of foreign operations | - | - | - | - | - | - | - | - | - | - | (282) | - | (282) | - | (282) |
| Total comprehensive loss for the period | - | - | - | - | - | - | - | - | - | - | (282) | (3,382) | (3,664) | (63) | (3,727) |
| Dividends paid | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Balance as at 30 June 2026 | 10,087 | 18,994 | (361) | (4,016) | - | (7,020) | 3,805 | 318 | 1,200 | (349) | (3,050) | 16,636 | 36,244 | (1,623) | 34,621 |

**CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY**
**For the six months ended 30 June 2026**

## The Group (continued)

| | Share capital | Share premium of the Company | Share capital reserve | Treasury shares | Employee share option reserve | Merger reserve | Statutory reserve fund | Enterprise expansion fund | Other reserves | Fair value adjustment reserve | Foreign currency translation reserve | Retained earnings | Equity attributable to the owners of the Company | Non-controlling interests | Total equity |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 |
| Balance as at 1 January 2025 | 10,087 | 18,994 | (361) | (4,016) | - | (7,020) | 3,805 | 318 | 1,199 | (726) | (3,106) | 25,725 | 44,899 | (1,328) | 43,571 |
| Loss for the period | - | - | - | - | - | - | - | - | - | - | - | (929) | (929) | (24) | (953) |
| Other comprehensive loss for the period: | | | | | | | | | | | | | | | |
| Exchange differences on translation of foreign operations | - | - | - | - | - | - | - | - | - | - | 244 | - | 244 | - | 244 |
| Change in fair value of equity investments designated at fair value through other comprehensive income, net of tax | - | - | - | - | - | - | - | - | - | 28 | - | - | 28 | - | 28 |
| Total comprehensive loss for the period | - | - | - | - | - | - | - | - | - | 28 | 244 | (929) | (657) | (24) | (681) |
| Transfer | - | - | - | - | - | - | - | - | 1 | - | - | (1) | - | - | - |
| Dividends paid | - | - | - | - | - | - | - | - | - | - | - | (1,353) | (1,353) | (1) | (1,354) |
| Balance as at 30 June 2025 | 10,087 | 18,994 | (361) | (4,016) | - | (7,020) | 3,805 | 318 | 1,200 | (698) | (2,862) | 23,442 | 42,889 | (1,353) | 41,536 |

## CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY
**For the six months ended 30 June 2026**

### The Company

| | Share capital US$'000 | Share premium of the Company US$'000 | Share capital reserve US$'000 | Treasury shares US$'000 | Employee share option reserve US$'000 | Retained earnings US$'000 | Total equity US$'000 |
|---|---|---|---|---|---|---|---|
| Balance as at 1 January 2026 | 10,087 | 18,994 | (361) | (4,016) | - | 2,350 | 27,054 |
| Total comprehensive loss for the period | - | - | - | - | - | (378) | (378) |
| Dividends paid | - | - | - | - | - | - | - |
| Balance as at 30 June 2026 | 10,087 | 18,994 | (361) | (4,016) | - | 1,972 | 26,676 |

| | Share capital US$'000 | Share premium of the Company US$'000 | Share capital reserve US$'000 | Treasury shares US$'000 | Employee share option reserve US$'000 | Retained earnings US$'000 | Total equity US$'000 |
|---|---|---|---|---|---|---|---|
| Balance as at 1 January 2025 | 10,087 | 18,994 | (361) | (4,016) | - | 3,141 | 27,845 |
| Total comprehensive income for the period | - | - | - | - | - | 580 | 580 |
| Dividends paid | - | - | - | - | - | (1,353) | (1,353) |
| Balance as at 30 June 2025 | 10,087 | 18,994 | (361) | (4,016) | - | 2,368 | 27,072 |

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS**
**For the six months ended 30 June 2026**

| | The Group | |
|---|---|---|
| | Six months ended 30 June | |
| | **2026** **US$'000** | **2025** **US$'000** |
| **OPERATING ACTIVITIES** | | |
| **Loss before tax** | (3,439) | (502) |
| Adjustments for: | | |
| (Decrease)/ increase in provision for inventories | (239) | 335 |
| Depreciation of property, plant and equipment | 473 | 464 |
| Depreciation of right-of-use assets | 786 | 833 |
| Interest income | (125) | (113) |
| Finance costs | 181 | 164 |
| Net (gain)/ loss on disposal of property, plant and equipment | (38) | 10 |
| Gain on disposal of financial asset | (291) | - |
| Retirement benefit obligations | 25 | (501) |
| **Operating cash flows before movements in working capital** | (2,667) | 690 |
| **Changes in working capital:** | | |
| Other assets | (167) | 86 |
| Trade receivables and other receivables | 3,891 | (1,025) |
| Inventories | 1,931 | 9,687 |
| Amount due to an associate | (56) | (83) |
| Trade payables and other payables | (5,666) | (5,950) |
| **Cash (used in)/ generated from operations** | (2,734) | 3,405 |
| Net income tax paid | (21) | (347) |
| Interest paid | (123) | (96) |
| **Net cash (used in)/ from operating activities** | (2,878) | 2,962 |
| **INVESTING ACTIVITIES** | | |
| Proceeds from disposal of property, plant and equipment | 45 | 53 |
| Proceeds from disposal of financial asset | 291 | - |
| Purchase of property, plant and equipment | (570) | (46) |
| Interest income received | 125 | 113 |
| Decrease in time deposit with original maturity of over three months | 2,020 | 84 |
| **Net cash from investing activities** | 1,911 | 204 |
| **FINANCING ACTIVITIES** | | |
| Proceeds from bank borrowings | 307 | 4,619 |
| Repayment of interest element on lease liabilities | (58) | (117) |
| Repayment of principal portion of lease liabilities | (778) | (838) |
| Repayment of bank borrowings | (922) | (6,309) |
| Dividends paid | - | (1,353) |
| Dividends paid to non-controlling interests by a subsidiary | - | (1) |
| **Net cash used in financing activities** | (1,451) | (3,999) |
| **NET DECREASE IN CASH AND CASH EQUIVALENTS** | (2,418) | (833) |
| **NET EFFECT OF CURRENCY TRANSLATION DIFFERENCES** | 376 | 56 |
| **CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD** | 21,805 | 25,840 |
| **CASH AND CASH EQUIVALENTS AT END OF PERIOD** | 19,763 | 25,063 |
| **ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS** | | |
| Cash at banks and on hand | 13,114 | 15,322 |
| Short-term deposits | 6,649 | 9,741 |
| Non-pledged time deposits with original maturity of over three months | 577 | 626 |
| Cash and bank balances as stated in the consolidated statement of financial position | 20,340 | 25,689 |
| Less: Time deposits with original maturity of over three months | (577) | (626) |
| Cash and bank balances as stated in the consolidated statement of cash flows | 19,763 | 25,063 |

## NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

### 1 CORPORATE INFORMATION

CDW Holding Limited (the "Company") (Bermuda registration number 35127) is a limited company incorporated in Bermuda and is listed on the Singapore Exchange Securities Trading Limited ("SGX-ST").

The registered office of the Company is located at Victoria Place, 5th Floor, 31 Victoria Street, Hamilton HM10, Bermuda and the principal place of business of the Company is located at Rooms 6 to 10, 11th Floor, CCT Telecom Building, 11 Wo Shing Street, Fo Tan, Shatin, New Territories, Hong Kong.

The condensed interim consolidated financial statements as at and for the six months ended 30 June 2026 comprise the Company and its subsidiaries (collectively, the "Group"). The primary activity of the Company is investment holding.

The principal activities of the Group are the provision of LCD backlight units for LCD modules; parts and precision accessories for office equipment, electrical appliances and LCD modules; payment devices; food and beverage; biotech related research and development, healthcare and beauty products and the holding of bio-related intellectual properties.

### 2 BASIS OF PREPARATION

The condensed interim consolidated financial statements for the six months ended 30 June 2026 have been prepared in accordance with International Accounting Standard ("IAS") 34 "Interim Financial Reporting" issued by the International Accounting Standards Board ("IASB"), the applicable disclosure requirements of Rule 705 of the Listing Manual (the "SGX Listing Manual") of the SGX-ST. These condensed interim consolidated financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last annual financial statements for the year ended 31 December 2025.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with International Financial Reporting Standards ("IFRSs"), except for the adoption of new and amended standards as set out in Note 2.1.

The consolidated financial statements are presented in United States Dollars ("US$") and all values in the tables are rounded to the nearest thousand (US$'000), except when otherwise indicated.

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

There are no accounting pronouncements which have become effective from 1 January 2026 that have a significant impact on the Group's interim condensed consolidated financial statements.

Other Standards and amendments that are effective for the first time in 2026 (for entities with a 31 December 2026 year-end) and could be applicable to the Group are:

- Amendments to IFRS 9 and IFRS 7 - Amendments to the classification and measurement of financial instruments
- Amendments to IFRS 9 and IFRS 7 - Contracts referencing nature-dependent electricity
- Annual improvements to IFRS - Volume 11

These amendments do not have a significant impact on these Interim Financial Statements and therefore the disclosures have not been made.

### 2.2 Use of judgements and estimates

The preparation of the Group's condensed interim consolidated financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the end of each reporting period. The judgements, estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates is recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The significant judgements 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 consolidated financial statements as at and for the year ended 31 December 2025.

## 3 SEASONAL OPERATIONS

There are mild seasonal factors affecting the performance of the Group. As the Group's major production factories are located in China, major festivals in the PRC such as the Chinese New Year mainly fall in the first half of the year, the Group's production output will be affected to a certain extent due to factors such as factory workers returning to their hometowns to celebrate the Chinese New Year and going on vacation. In addition, consumer festivals such as Christmas and New Year mainly fall in the second half of the year, resulting in more production orders and new models released in the second half of the year.

## 4 REVENUE AND SEGMENT INFORMATION

The Group is organised into four reportable operating segments as follows:

| | | | |
|---|---|---|---|
| i) | LCD Backlight Units | - | Manufacturing of LCD backlight units for LCD modules |
| ii) | Office Automation | - | Manufacturing and trading of parts and precision accessories for office equipment and electrical appliances |
| iii) | OEM and Accessories | - | Manufacturing and trading of parts and precision accessories for LCD modules, and of payment devices in the business of original equipment manufacturer |
| iv) | Others | - | Other businesses including general trading, food and beverage, Bio-Tech related research and development, health care and beauty products and the holding of Bio-related intellectual properties |

**Timing of revenue recognition**

All the revenue of the Group is recognised when the goods are transferred at a point in time.

## Business segment for the six months ended 30 June 2026

| | LCD Backlight Units US$'000 | Office Automation US$'000 | OEM and Accessories US$'000 | Others US$'000 | Eliminations US$'000 | Consolidated US$'000 |
|---|---|---|---|---|---|---|
| **Revenue from contracts with customers** | | | | | | |
| External sales of goods by geographical markets | | | | | | |
| Mainland China | 8,112 | 157 | 1,044 | 29 | - | 9,342 |
| Hong Kong | - | 679 | 6,640 | - | - | 7,319 |
| Japan | 6,666 | 1,413 | 1,984 | 990 | - | 11,053 |
| Other | - | 38 | 389 | 8 | - | 435 |
| | 14,778 | 2,287 | 10,057 | 1,027 | - | 28,149 |
| Inter-segment sales | - | 43 | - | - | (43) | - |
| Total revenue | 14,778 | 2,330 | 10,057 | 1,027 | (43) | 28,149 |
| **Results** | | | | | | |
| Segment result | (658) | (534) | (159) | (827) | - | (2,178) |
| Unallocated corporate expenses | | | | | | (1,205) |
| Operating loss | | | | | | (3,383) |
| Interest income | | | | | | 125 |
| Finance costs | | | | | | (181) |
| Loss before income tax | | | | | | (3,439) |
| Income tax expense | | | | | | (6) |
| Loss after income tax | | | | | | (3,445) |
| **Assets** | | | | | | |
| Segment assets | 22,976 | 3,958 | 18,019 | 13,355 | - | 58,308 |
| Unallocated assets | | | | | | 1,108 |
| Consolidated total assets | | | | | | 59,416 |
| **Liabilities** | | | | | | |
| Segment liabilities | 8,242 | 1,007 | 6,099 | 334 | - | 15,682 |
| Bank borrowings and lease liabilities | | | | | | 8,144 |
| Unallocated liabilities | | | | | | 969 |
| Consolidated total liabilities | | | | | | 24,795 |
| **Other information** | | | | | | |
| Capital expenditure | 407 | 7 | 150 | 6 | - | 570 |
| Additions to right-of-use assets | 157 | 37 | 325 | - | - | 519 |
| Depreciation of property, plant and equipment | 308 | 22 | 136 | 7 | - | 473 |
| Depreciation of right-of-use assets | 354 | 76 | 330 | 26 | - | 786 |
| Decrease in allowance for inventories | (18) | (10) | (211) | - | - | (239) |

### Business segment for the six months ended 30 June 2025

| | LCD Backlight Units US$'000 | Office Automation US$'000 | OEM and Accessories US$'000 | Others US$'000 | Eliminations US$'000 | Consolidated US$'000 |
|---|---|---|---|---|---|---|
| **Revenue from contracts with customers** | | | | | | |
| External sales of goods by geographical markets | | | | | | |
| Mainland China | 9,957 | 804 | 1,169 | - | - | 11,930 |
| Hong Kong | - | 801 | 15,654 | - | - | 16,455 |
| Japan | 9,483 | 925 | 2,065 | 874 | - | 13,347 |
| Other | - | - | 1,467 | - | - | 1,467 |
| | 19,440 | 2,530 | 20,355 | 874 | - | 43,199 |
| Inter-segment sales | - | 1,179 | - | - | (1,179) | - |
| Total revenue | 19,440 | 3,709 | 20,355 | 874 | (1,179) | 43,199 |
| **Results** | | | | | | |
| Segment result | 957 | (815) | 1,126 | (560) | - | 708 |
| Unallocated corporate expenses | | | | | | (1,159) |
| Operating loss | | | | | | (451) |
| Interest income | | | | | | 113 |
| Finance costs | | | | | | (164) |
| Loss before income tax | | | | | | (502) |
| Income tax expense | | | | | | (451) |
| Loss after income tax | | | | | | (953) |
| **Assets** | | | | | | |
| Segment assets | 27,220 | 4,854 | 27,292 | 13,571 | - | 72,937 |
| Unallocated assets | | | | | | 1,372 |
| Consolidated total assets | | | | | | 74,309 |
| **Liabilities** | | | | | | |
| Segment liabilities | 9,999 | 1,590 | 13,202 | 253 | - | 25,044 |
| Bank borrowings and lease liabilities | | | | | | 6,706 |
| Unallocated liabilities | | | | | | 1,023 |
| Consolidated total liabilities | | | | | | 32,773 |
| **Other information** | | | | | | |
| Capital expenditure | 42 | - | 4 | - | - | 46 |
| Additions to right-of-use assets | 195 | 187 | 451 | 10 | - | 843 |
| Depreciation of property, plant and equipment | 297 | 34 | 126 | 7 | - | 464 |
| Depreciation of right-of-use assets | 346 | 91 | 373 | 23 | - | 833 |
| Increase in allowance for inventories | 75 | 67 | 163 | 30 | - | 335 |

### Other Geographical Segment information for the six months ended 30 June 2026 and 2025

| | Non-Current Assets | | Capital Expenditure | |
|---|---|---|---|---|
| | Six months ended 30 June | | Six months ended 30 June | |
| | 2026 US$'000 | 2025 US$'000 | 2026 US$'000 | 2025 US$'000 |
| **Hong Kong** | 710 | 805 | - | - |
| **PRC** | 3,717 | 2,833 | 506 | 42 |
| **Japan** | 1,573 | 1,750 | 6 | - |
| **Korea** | 12,162 | 12,793 | 7 | - |
| **Others** | 732 | 518 | 51 | 4 |
| **Total** | 18,894 | 18,699 | 570 | 46 |

Non-current assets mainly comprised of goodwill, property, plant and equipment, right-of-use assets and deposits.

**Information about major customer**

Revenue from one key customer which has transactions with all segments accounted for 52.7% of the total revenue for the six months ended 30 June 2026 (Six months ended 30 June 2025: 42.1%).

## 5 INVESTMENTS

**Financial assets and financial liabilities**

The following table shows an analysis of assets and liabilities measured at fair value at the end of the reporting period:

| | Quoted prices in active markets for identical instruments (Level 1) US$'000 | Significant observable inputs other than quoted prices (Level 2) US$'000 | Significant unobservable inputs (Level 3) US$'000 | Total US$'000 |
|---|---|---|---|---|
| **The Group** | | | | |
| **30 June 2026** | | | | |
| **Assets measured at fair value** | | | | |
| **Financial assets:** | | | | |
| Equity investments designated at fair value through other comprehensive income ("FVTOCI"): | | | | |
| Listed equity investment at fair value (Sharp Corporation) | 33 | - | - | 33 |
| Unlisted equity investment at fair value (Electrine Inc.) | - | - | - | - |
| **Total non-current assets measured at fair value** | 33 | - | - | 33 |
| **31 December 2025** | | | | |
| **Assets measured at fair value** | | | | |
| **Financial assets:** | | | | |
| Equity investments designated at FVTOCI: | | | | |
| Listed equity investment at fair value (Sharp Corporation) | 41 | - | - | 41 |
| Unlisted equity investment at fair value (Electrine Inc.) | - | - | - | - |
| **Total non-current assets measured at fair value** | 41 | - | - | 41 |

**Level 3 fair value measurements**

The movements in fair value measurements within Level 3 during the periods are as follows:

| | Equity investments designated at FVTOCI - unlisted equity investment US$'000 |
|---|---|
| At 1 January 2025 | 434 |
| Total gains or losses recognised in other comprehensive income | (434) |
| At 31 December 2025 and 30 June 2026 | - |

During the period ended 30 June 2026 and the year ended 31 December 2025, there were no transfer of fair value measurement between Level 1 and Level 2 and no transfer into or out of Level 3.

Below is a summary of the valuation techniques used and the key inputs to the valuation of financial assets under Level 3 fair value measurement as at 30 June 2026 and 31 December 2025.

| | Valuation techniques | Significant unobservable inputs | Range of unobservable inputs | Relationship of unobservable inputs to fair value |
|---|---|---|---|---|
| **30 June 2026** | | | | |
| Unlisted equity investment at fair value | Guideline public company method under market approach and equity allocation model | Equity volatility | 30% to 75% | 5% increase in volatility would result in $Nil change in fair value |
| | | Discount for lack of marketability ("DLOM") | 0% to 12% | 5% increase in DLOM would result in $Nil change in fair value |
| **31 December 2025** | | | | |
| Unlisted equity investment at fair value | Guideline public company method under market approach and equity allocation model | Equity volatility | 40% to 70% | 5% increase in volatility would result in $Nil change in fair value |
| | | DLOM | 0% to 12% | 5% increase in DLOM would result in $Nil change in fair value |

**Financial assets and financial liabilities not carried at fair value but for which fair value is disclosed**

There is no significant change in the Group's and the Company's assets and liabilities not measured at fair value but for which fair value is disclosed at 30 June 2026 and 31 December 2025.

## 6 FINANCIAL INSTRUMENTS

**Categories of financial instruments**

The following table sets out the financial instruments as at the end of the reporting period:

| | The Group | | The Company | |
|---|---|---|---|---|
| | 30 June 2026 US$'000 | 31 December 2025 US$'000 | 30 June 2026 US$'000 | 31 December 2025 US$'000 |
| **Financial assets:** | | | | |
| Financial assets measured at FVTOCI | 33 | 41 | - | - |
| Financial assets measured at amortised cost | 29,978 | 39,448 | 15,501 | 15,849 |
| **Financial liabilities:** | | | | |
| Financial liabilities at amortised cost | 24,258 | 29,222 | 159 | 129 |

**Analysis of financial instruments by remaining contractual maturity**

The table below summarises the maturity profile of the Group's and the Company's financial assets and liabilities at the end of the reporting period based on contractual undiscounted repayment obligations.

| | 30 June 2026 | | | | 31 December 2025 | | | |
|---|---|---|---|---|---|---|---|---|
| | One year or less US$'000 | One to five years US$'000 | Over five years US$'000 | Total US$'000 | One year or less US$'000 | One to five years US$'000 | Over five years US$'000 | Total US$'000 |
| **THE GROUP** | | | | | | | | |
| **Financial assets:** | | | | | | | | |
| Trade and other receivables | 9,138 | - | - | 9,138 | 14,546 | - | - | 14,546 |
| Cash and short-term deposits | 20,840 | - | - | 20,840 | 24,902 | - | - | 24,902 |
| Total undiscounted financial assets | 29,978 | - | - | 29,978 | 39,448 | - | - | 39,448 |
| **Financial liabilities:** | | | | | | | | |
| Trade and other payables | 15,772 | - | - | 15,772 | 21,271 | - | - | 21,271 |
| Lease liabilities | 1,370 | 1,716 | - | 3,086 | 1,074 | 778 | - | 1,852 |
| Bank borrowings | 2,143 | 3,407 | - | 5,550 | 2,040 | 4,144 | - | 6,184 |
| Total undiscounted financial liabilities | 19,285 | 5,123 | - | 24,408 | 24,385 | 4,922 | - | 29,307 |
| Total net undiscounted financial assets / (liabilities) | 10,693 | (5,123) | - | 5,570 | 15,063 | (4,922) | - | 10,141 |
| **THE COMPANY** | | | | | | | | |
| **Financial assets:** | | | | | | | | |
| Other receivables | 24 | - | - | 24 | 43 | - | - | 43 |
| Cash and short-term deposits | 131 | - | - | 131 | 102 | - | - | 102 |
| Amount due from a subsidiary | - | 15,346 | - | 15,346 | - | 15,704 | - | 15,704 |
| Total undiscounted financial assets | 155 | 15,346 | - | 15,501 | 145 | 15,704 | - | 15,849 |
| **Financial liabilities:** | | | | | | | | |
| Other payables | 159 | - | - | 159 | 129 | - | - | 129 |
| Total undiscounted financial liabilities | 159 | - | - | 159 | 129 | - | - | 129 |
| Total net undiscounted financial assets / (liabilities) | (4) | 15,346 | - | 15,342 | 16 | 15,704 | - | 15,720 |

## 7 OTHER INCOME

| | The Group Six months ended 30 June 2026 US$'000 | 2025 US$'000 |
|---|---|---|
| Net foreign exchange gain | - | 506 |
| Interest income | 125 | 113 |
| Compensation from government | 6 | 9 |
| Gain on disposal of property, plant and equipment | 38 | - |
| Gain on disposal of financial asset | 291 | - |
| Sundry income | 58 | 51 |
| | 518 | 679 |

## 8 FINANCE COSTS

| | The Group Six months ended 30 June 2026 US$'000 | 2025 US$'000 |
|---|---|---|
| Interest expense on: | | |
| Bank borrowings | 123 | 96 |
| Lease liabilities | 58 | 68 |
| | 181 | 164 |

## 9 LOSS BEFORE TAX

Loss before tax has been arrived at after charging/(crediting):

| | The Group Six months ended 30 June 2026 US$'000 | 2025 US$'000 |
|---|---|---|
| Audit fees paid to: | | |
| Auditors of the Company | 124 | 120 |
| Other auditors | 47 | 47 |
| Non-audit fees paid to: | | |
| Auditors of the Company | - | - |
| Other auditors | 2 | 2 |
| Employee benefits expenses | 7,218 | 8,157 |
| Depreciation of property, plant and equipment | 473 | 464 |
| Depreciation of right-of-use assets | 786 | 833 |
| (Decrease)/ increase in provision for inventories | (239) | 335 |
| Inventories recognised as an expense in cost of sales | 17,624 | 29,494 |
| Net (gain)/ loss on disposal of property, plant and equipment | (38) | 10 |
| Net foreign exchange loss/ (gain) | 596 | (506) |

## 10 INCOME TAX EXPENSE

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings.

The major components of income tax expense for the periods ended 30 June 2026 and 2025 are:

| | The Group Six months ended 30 June 2026 US$'000 | 2025 US$'000 |
|---|---|---|
| Current income tax | 9 | 370 |
| Deferred tax | (3) | 81 |
| | 6 | 451 |

## 11 LOSS PER SHARE

Loss per ordinary share for the period based on loss attributable to owners of the Company:

| | Six months ended 30 June | |
|---|---|---|
| | **2026** | **2025** |
| Based on weighted average number of ordinary shares in issue (US cents) | | |
| - Basic | (1.50) | (0.41) |
| - Fully diluted (Note a) | (1.50) | (0.41) |
| Weighted average number of ordinary shares for the purpose of basic loss per ordinary share (Note b) | 225,487,408 | 225,487,408 |

Note a: Diluted effect on loss per share referred to share options granted to the participants under the Company's Share Option Scheme remained outstanding as at the end of the period under review.

Note b: The weighted average number of ordinary shares was computed after adjusting for the effect of treasury shares held by the Company.

## 12 DIVIDENDS

| | The Group and Company Six months ended 30 June | |
|---|---|---|
| | **2026** | **2025** |
| | **US$'000** | **US$'000** |
| **Declared and paid during the period**: | | |
| Dividends on ordinary shares: | | |
| Special exempted dividend for 2025: Nil | | |
| (Special exempted dividend for 2024: US$0.2 cent per share) | - | 451 |
| Final exempted dividend for 2025: Nil | | |
| (Final exempted dividend for 2024: US$0.4 cent per share) | - | 902 |
| | - | 1,353 |

| | The Group and Company Six months ended 30 June | |
|---|---|---|
| | **2026** | **2025** |
| | **US$'000** | **US$'000** |
| **Declared but not recognised as a liability**: | | |
| Estimated dividends on ordinary shares as at 30 June: | | |
| Interim exempted dividend for 2026: Nil | | |
| (Interim exempted dividend for 2025: US$0.4 cent per share) | - | 902 |
| | - | 902 |

**Interim dividend and date payable**

The Board of Directors does not recommend the payment of interim dividend for 2026. For 2025, the Company declared an interim dividend of US$0.4 cent per ordinary share, which was paid on 25 September 2025.

## 13 PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2026, the Group acquired assets with a cost of US$570,000 (30 June 2025: US$46,000).

Assets with a net book value of US$7,000 were disposed by the Group during the six months ended 30 June 2026 (30 June 2025: US$63,000), resulting in a net gain on disposal of US$38,000 (30 June 2025: net loss of US$10,000).

## 14 INVESTMENT IN AN ASSOCIATE

| | The Group | |
|---|---|---|
| | 30 June 2026 US$'000 | 31 December 2025 US$'000 |
| Amount due to an associate | 343 | 387 |

The investment in Suzhou Pengfu Photoelectric Technology Co., Limited ("Suzhou Pengfu") was fully impaired in prior years due to minimal recoverable amount for Suzhou Pengfu after consecutive years of losses made since incorporation.

The amount due to an associate arises from trade transactions that are non-interest bearing and generally payable in 30 to 45 days.

## 15 INVENTORIES

| | The Group | |
|---|---|---|
| | 30 June 2026 US$'000 | 31 December 2025 US$'000 |
| **Consolidated statement of financial position:** | | |
| Raw materials | 5,780 | 6,804 |
| Work-in-progress | 28 | 16 |
| Finished goods | 1,958 | 2,542 |
| | 7,766 | 9,362 |

| | The Group Six months ended 30 June | |
|---|---|---|
| | 2026 US$'000 | 2025 US$'000 |
| **Consolidated statement of profit or loss:** | | |
| Inventories recognised as an expense in cost of sales | 17,624 | 29,494 |
| Inclusive of the (decrease)/ increase in provision for inventories included in cost of sales | (239) | 335 |

Provision for inventories has been made in full for the inventories with poor sales prospects.

## 16 PLEDGED BANK DEPOSIT AND CASH AND CASH EQUIVALENTS

| | The Group | | The Company | |
|---|---|---|---|---|
| | 30 June 2026 US$'000 | 31 December 2025 US$'000 | 30 June 2026 US$'000 | 31 December 2025 US$'000 |
| Cash at banks and on hand | 13,114 | 14,727 | 131 | 102 |
| Short-term deposits | 6,649 | 7,078 | - | - |
| | 19,763 | 21,805 | 131 | 102 |
| Time deposits with original maturity of over three months | 577 | 2,597 | - | - |
| | 20,340 | 24,402 | 131 | 102 |
| Pledged bank deposit | 500 | 500 | - | - |

Cash and bank balances comprise cash held by the Group and the Company, short-term bank deposits with an original maturity of three months or less, and the fixed deposits.

Cash at banks earns interest at floating rates based on daily bank deposit rates. Short-term deposits are made for varying periods of between 14 days to 90 days (31 December 2025: 10 days to 90 days), depending on the immediate cash requirements of the Group and the Company, and earns interest at the respective short-term deposit rates. The weighted average effective interest rate as at 30 June 2026 for the Group was 3.0% per annum (31 December 2025: 3.2%).

The Group’s pledged bank deposits represented deposits pledged to a bank to secure banking facilities granted to the Group as set out in note 17 to the consolidated financial statements. These deposits are subject to regulatory restrictions and are therefore not available for general use by the Group.

The Group's cash and bank balances denominated in foreign currencies of the respective entities are as follows:

| | The Group | |
|---|---|---|
| | 30 June 2026 US$'000 | 31 December 2025 US$'000 |
| JPY | 611 | 431 |
| US$ | 11,664 | 13,684 |
| RMB | 51 | 75 |
| SG$ | 134 | 63 |

## 17 BANK BORROWINGS

| | | The Group | |
|---|---|---|---|
| | **Maturity** | **30 June 2026 US$'000** | **31 December 2025 US$'000** |
| **Current:** | | | |
| Bank borrowings, unsecured | 2026 (31 December 2025: 2026) | 1,893 | 1,799 |
| | | 1,893 | 1,799 |
| **Non-current:** | | | |
| Bank borrowings, unsecured | 2028 (31 December 2025: 2028) | 3,299 | 4,003 |
| Total bank borrowings | | 5,192 | 5,802 |

The bank borrowings are interest bearing at rates ranging from 2.70% to 4.83% (31 December 2025: 2.70% to 4.83%) per annum.

Bank borrowings amounting to US$1,474,000 (31 December 2025: US$1,234,000) are unsecured and carry variable interest rates quoted by the banks with reference to their cost of fund.

Bank borrowings amounting to US$3,718,000 (31 December 2025: US$4,568,000) are unsecured and carry fixed interest rates.

Management considered the fair value of the Group's fixed rate bank borrowings is US$3,666,000 (31 December 2025: US$4,605,000).

## 18 RELATED PARTY TRANSACTIONS

In addition to those disclosed elsewhere in these financial statements, the Group had the following transactions with related parties during the period.

| | Notes | The Group Six months ended 30 June 2026 US$'000 | 2025 US$'000 |
|---|---|---|---|
| Controlling shareholder: | | | |
| Advisory fee | (i) | 77 | 115 |
| Associates: | | | |
| Purchase of products | (ii) | 553 | 576 |

Notes:

(i) The Group received advisory service from the controlling shareholder at mutually agreed terms.

(ii) The Group has purchased goods from Suzhou Pengfu according to the conditions offered by the associate to major customers.

Compensation of directors and key management personnel

| | The Group Six months ended 30 June 2026 US$'000 | 2025 US$'000 |
|---|---|---|
| Salaries, allowances and benefits in kind | 801 | 925 |
| Defined contribution plans | 7 | 10 |
| | 808 | 935 |
| Comprise amounts paid to: | | |
| Directors of the Company | 415 | 421 |
| Other key management personnel | 393 | 514 |
| | 808 | 935 |

The remuneration of directors and key management personnel is determined by the Remuneration Committee having regard to the performance of individuals and market trends.

## OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2

### 1. Share Capital, Treasury Shares, Share Option and Subsidiary Holdings

**Share Capital**

As at 30 June 2026, the Company's issued and fully paid-up share capital was US$10,087,084 represented by 225,487,408 ordinary shares (excluding treasury shares) and 26,689,702 ordinary shares held as treasury shares.

During the first half year ended 30 June 2026 the Company did not purchase any ordinary shares under the Share Purchase Mandate.

**Treasury shares**

| | The Company | | | |
|---|---|---|---|---|
| | 2026 | | 2025 | |
| | Number of shares | US$'000 | Number of shares | US$'000 |
| Balance as at 1 January | 26,689,702 | 4,016 | 26,689,702 | 4,016 |
| Ordinary Shares purchased during the first half year | - | - | - | - |
| Treasury shares transferred out to satisfy share options exercised | - | - | - | - |
| Balance as at 30 June | 26,689,702 | 4,016 | 26,689,702 | 4,016 |

| | As at 30 June 2026 | As at 31 December 2025 |
|---|---|---|
| Issued shares | 252,177,110 | 252,177,110 |
| Less: Treasury shares | (26,689,702) | (26,689,702) |
| Total number of issued shares excluding treasury shares | 225,487,408 | 225,487,408 |

During the first half year ended 30 June 2026 and 2025, there were no sales, transfers, disposal and/or use of treasury shares. As at 30 June 2026, there were 26,689,702 (31 December 2025: 26,689,702) ordinary shares held as treasury shares.

**Share Options**

There were no share options outstanding as at 30 June 2026 and 31 December 2025.

**Subsidiary Holdings**

The Group did not have any subsidiary holdings for the current financial period reported on and its corresponding period of the immediately preceding financial year.

## 2. Review

The condensed interim statement of financial position of the Group and its subsidiaries as at 30 June 2026 and the related condensed interim consolidated statement of profit or loss and condensed interim consolidated statement of comprehensive income, condensed interim statement of changes in equity and condensed interim consolidated statement of cash flows for the six-month period then ended and certain explanatory notes have not been audited or reviewed.

## 2A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion: - (This is not required for any audit issue that is a material uncertainty relating to going concern.)

**(a) Updates on the efforts taken to resolve each outstanding audit issue.**
**(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.**

Not applicable.

## 3. Review of performance of the Group

**2026 Half-Year Group Performance Review**

For the six months ended 30 June 2026 ("1H2026"), the Group experienced market softness in certain segments. Revenue decreased by US$15.1 million, or 34.8%, to US$28.1 million (1H2025: US$43.2 million). The decline was mainly attributable to lower revenue from the OEM and BLU businesses. During the period, OEM & Accessories segment revenue decreased by US$10.3 million to US$10.1 million, while BLU segment revenue decreased by US$4.7 million to US$14.8 million. The Group's BLU business continued to suffer from weak demand, where the unit sales volumes fell 17.1% to approximately 1.41 million units (1H2025: 1.70 million units). For the OEM business, unit volumes increased year on year, but the product mix shifted materially towards lower-priced POS devices. High-end models priced above US$100 represented approximately 12% of shipments in 1H2026, compared with approximately 63% in 1H2025. This adverse product mix was the principal reason revenue declined despite higher unit volumes in OEM business.

Gross profit decreased by US$2.7 million to US$4.2 million (1H2025: US$6.9 million), primarily reflecting the lower revenue base. Gross margin declined by 1.0 percentage point to 15.0% from 16.0% in 1H2025, reflecting changes in sales mix and continued pricing and cost pressures.

Other operating income was US$0.5 million (1H2025: US$0.7 million), comprising principally a US$0.3 million gain on disposal of a financial asset, together with interest income, government compensation and other income.

As disclosed in the Company's FY2019 Annual Report, ABio had previously commenced civil proceedings against certain former senior officers in Korea. As updated in our general announcement on 18 May 2026, the Korean court issued first-instance judgments in ABio's favour and ordered repayment of KRW504.9 million (approximately US$341,000), together with related interest. Following the judgments, ABio disposed of its equity interest in CUOME Pharma Co., Ltd. for KRW431.5 million (approximately US$291,000), which has been recognised as other income as the investment had previously been fully impaired. The judgments remain subject to appeal, and no payment under the judgments had been received as at the date of this announcement.

During the period, the Group continued to evaluate cost-reduction and cost-efficiency measures. Distribution expenses decreased by US$0.3 million to US$0.7 million, mainly due to lower freight, storage and packaging costs associated with the lower level of business activity. Administrative expenses increased by US$0.3 million to US$7.3 million, mainly due to foreign exchange losses of US$0.6 million in 1H2026 compared with a net foreign exchange gain of US$0.5 million in 1H2025. This adverse year-on-year foreign exchange movement was partly offset by approximately US$0.2 million of lower staff costs. The reduction in staff costs reflects cost-reduction measures implemented during the period.

Finance costs remained broadly stable at US$0.18 million (1H2025: US$0.16 million). The Group continued to reduce bank borrowings during the period in order to contain financing costs.

Income tax expense decreased to an immaterial amount (1H2025: US$0.5 million). As the Group operates through subsidiaries in different tax jurisdictions, losses incurred by certain subsidiaries generally cannot be offset against taxable profits earned by other subsidiaries.

Consequently, the Group's loss before income tax widened to US$3.4 million from US$0.5 million in 1H2025. Loss after income tax was US$3.4 million, compared with US$1.0 million in 1H2025.

**2026 Half-Year Segment Performance Review**

**LCD Backlight Units ("BLUs")**

In 1H2026, revenue from the LCD Backlight Units segment declined by US$4.7 million to US$14.8 million (1H2025: US$19.4 million). The BLU segment recorded an operating loss of US$0.66 million in 1H2026, compared with an operating profit of US$0.96 million in 1H2025. The deterioration principally reflected the lower sales volume and the resulting impact of reduced operating leverage, partly offset by cost-control and operational-efficiency measures.

The Group sold 1.41 million backlight units during the period, compared to 1.70 million units in 1H2025. Of these, vehicle information display units accounted for 1.31 million (1H2025: 1.52 million units). Sales of premium notebook computer backlight panels totaled 0.02 million units, lower than the 0.18 million units recorded in the prior corresponding period.

| **Size of backlight units** | **1H2026 (in millions of units)** | **1H2025 (in millions of units)** |
|---|---|---|
| Below 5 inches | 0.08 | 0.04 |
| 5 to 8 inches | 0.00 | 0.00 |
| Over 8 inches | 1.33 | 1.66 |
| **Total number of units** | **1.41** | **1.70** |

| **End product type** | **1H2026 (in millions of units)** | **1H2025 (in millions of units)** |
|---|---|---|
| Vehicle Information Display | 1.31 | 1.52 |
| Premium Notebook Computer | 0.02 | 0.18 |
| VR Device | 0.05 | 0.00 |
| Others | 0.03 | 0.00 |
| **Total number of units** | **1.41** | **1.70** |

The sales mix continued to be dominated by Vehicle Information Displays ("VID"), which accounted for approximately 93% of units sold in 1H2026.

**Office Automation ("OA")**

Revenue from the OA segment decreased by US$0.2 million to US$2.3 million in 1H2026 (1H2025: US$2.5 million). The segment recorded an operating loss of US$0.5 million (1H2025: operating loss US$0.8 million), reflecting results from weaker sales volume.

As disclosed previously, the segment has faced a lack of new product introductions from customers, resulting in the continued production of older models that carry lower margins and are subject to rising material costs. The Group is progressively exiting low-margin OA production and reallocating resources towards businesses with more attractive return prospects. Accordingly, OA revenue is expected to decline further and become an insignificant component of Group revenue.

**OEM and Accessories**

The OEM and Accessories segment revenue decreased by US$10.3 million to US$10.1 million in 1H2026 from US$20.4 million in 1H2025. Other than the LCD Parts & Precision Accessories business of the segment, the OEM business accounted for US$7.1 million in sales, down US$10.1 million from US$17.2 million in 1H2025.

The OEM and Accessories segment recorded an operating loss of US$0.2 million in 1H2026, compared with an operating profit of US$1.1 million in 1H2025. Within the segment, the OEM business remained marginally profitable, contributing approximately US$0.1 million, compared with US$0.9 million in 1H2025.

**Others**

The Others segment, comprising the Group's businesses in food and beverages, life sciences, and environment, generated revenue of US$1.0 million in 1H2026 (1H2025: US$0.9 million).

Sales of the antioxidant water system contributed US$0.7 million (1H2025: US$0.4 million), while sales and rental income from pontoon boat services amounted to US$0.1 million (1H2025: US$0.2 million).

The Life Sciences business remained in the research and development stage and generated limited commercial revenue during the period. Research and development expenditure contributed to an operating loss of US$0.8 million, compared with US$0.6 million loss in 1H2025.

**Review of Financial Position**

As at 30 June 2026, the Group recorded total assets of US$59.4 million and total liabilities of US$24.8 million, compared to US$68.2 million and US$29.8 million, respectively, as at 31 December 2025.

Assets

Current assets stood at US$40.3 million (31 December 2025: US$49.9 million). Cash and bank balances, together with pledged bank deposits, were maintained at US$20.8 million (31 December 2025: US$24.9 million). Trade receivables decreased to US$8.9 million (31 December 2025: US$13.3 million). Inventories decreased from US$9.4 million to US$7.8 million, reflecting the effort to releasing cash tied in inventory in the first half of 2026. Other receivables and prepayments amounted to US$2.7 million (31 December 2025: US$2.2 million), mainly comprising other debtors, utility deposits, prepaid expenses and advances, value-added tax recoverable, and prepaid sales tax. The increase was primarily due to prepaid expenses and advances made for preparation of production plant in Thailand. (up US$0.5 million).

Non-current assets totalled US$19.1 million (31 December 2025: US$18.3 million). Property, plant and equipment amounted to US$3.7 million (31 December 2025: US$3.6 million), reflecting additions of US$0.57 million, offset by depreciation charges of US$0.47 million and asset disposals with a net book value of US$0.01 million. Right-of-use assets increased to US$2.9 million (31 December 2025: US$1.7 million), with depreciation charge of US$0.8 million, additions and modifications of totaling US$2.0 million, and right-of-use with net book value of US$0.04 million were terminated during the period.

Equity investments designated at fair value through other comprehensive income comprised quoted shares of SHARP Inc. and unlisted equity shares of Electrine Inc., the latter providing the Group with manufacturing and distribution rights for its products. Goodwill of US$11.5 million, arising from the acquisition of A Biotech Co., Ltd. ("ABio"), reflects anticipated future economic benefits from the business combination that are not individually identified or separately recognised. Other intangible assets comprise the value of In-Process Research & Development held by ABio.

Liabilities

Total liabilities declined by US$5.0 million to US$24.8 million (31 December 2025: US$29.8 million). Lease liabilities increased to US$3.0 million, of which US$1.3 million was classified as current (31 December 2025: US$1.0 million). Movements reflected lease repayments of US$0.8 million, new and lease modifications totaling US$2.0 million, leases with net book value of US$0.04 million were terminated during the period.

Amid high prevailing market interest rates, the Group reduced bank borrowings by a net US$0.6 million, bringing total borrowings to US$5.2 million (31 December 2025: US$5.8 million), of which US$1.9 million is payable within one year (31 December 2025: US$1.8 million).

In response to weak demand from customers during the period, purchases were scaled back accordingly. As a result, trade payables decreased by US$3.7 million to US$8.9 million (31 December 2025: US$12.6 million). Credit terms from suppliers remained unchanged, with payments made in accordance with agreed terms. Other payables and accruals, comprising mainly customer deposits, wages payable, and other operating expenses, fell by US$1.9 million to US$7.0 million.

Non-current liabilities primarily comprised retirement benefit obligations for directors and employees of the Group's Japan and Korea subsidiaries, as well as deferred tax liabilities arising from withholding taxes on dividends from profit-generating subsidiaries in China and from temporary differences between the carrying amounts and tax bases of certain assets and liabilities.

**Review of Cash Flows**

For the six months ended 30 June 2026, the Group recorded net cash used in operating activities of US$2.9 million in 1H2026, compared with net cash generated from operating activities of US$3.0 million in 1H2025. This was underpinned by operating cash outflow of US$2.7 million (1H2025: inflow of US$3.4 million). The operating cash outflow principally reflected a US$5.7 million reduction in trade and other payables. This was partly offset by working-capital inflows of US$3.9 million from lower trade and other receivables and US$1.9 million from lower inventories. The Group also paid net income tax of US$0.02 million (1H2025: US$0.3 million) during the period.

Net cash inflow from investing activities amounted to US$1.9 million (1H2025: US$0.2 million), mainly attributable to proceeds from the release of time deposits of US$2.0 million (1H2025: US$0.08 million), proceeds from disposal of financial asset of US$ 0.3 million (1H2025: nil), offset by capital expenditure of US$0.6 million (1H2025: US$0.04 million).

Net cash used in financing activities totaled US$1.5 million (1H2025: US$4.0 million), reflecting a net repayment of bank borrowings of US$0.6 million (1H2025: US$1.7 million) and lease liabilities of US$0.8 million (1H2025: US$1.0 million). In addition, the Group suspended the dividend payment during the period (1H2025: payment of US$1.4 million) to shareholders.

The Group will continue to prioritise cash preservation, working-capital management and disciplined capital expenditure, while maintaining sufficient liquidity to support its ongoing operations and strategic initiatives.

**4. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the (a) current financial period reported on and (b) immediately preceding financial year.**

| | **30 June 2026** | **31 December 2025** |
|---|---|---|
| Net asset value per ordinary share, excluding treasury shares (US cents) | | |
| - The Group | 15.35 | 17.01 |
| - The Company | 11.83 | 12.00 |

The calculation of the net asset value per ordinary share was based on total number of 225,487,408 (31 December 2025: 225,487,408) ordinary shares (excluding treasury shares).

**5. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results**

Not applicable.

**6. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

**Business Environment**

The external business environment remained mixed in 1H2026. Demand continued to be uneven across the Group’s end markets, with stronger conditions in selected technology sectors not translating into a broad-based recovery in the Group’s principal manufacturing businesses. Growth in technology-related sectors, including semiconductors and AI infrastructure, has remained concentrated and has not materially benefited the Group’s existing product portfolio to date.

Despite these signs of recovery, the global trade landscape remains highly challenging for the Group’s specific manufacturing segments. Geopolitical tensions, changes in trade policies and tariff uncertainty continue to create risks to supply chains, logistics costs and customers’ inventory decisions. The Group has observed more cautious ordering and inventory management by certain customers amid uncertainty over demand, tariffs and logistics costs. Furthermore, evolving trade policies and tariff uncertainties have prompted technology companies to adopt more stringent inventory control policies.

China remains an important manufacturing base for the Group. However, changes in customer supply-chain strategies, trade restrictions and structural changes in the display industry have increased the importance of diversifying the Group's production footprint. The Group is implementing its 'China + 1' strategy through its Thailand investment project and will evaluate further expansion in Southeast Asia having regard to customer demand, expected returns and capital requirements.

In response to the external business environment's instability, the Group continues to adhere to its diversification strategy as follows:

| | | |
|---|---|---|
| Diversified production footprint | : | The Thailand facility provides the Group with an additional production location outside China and is intended to enhance supply-chain flexibility for existing and prospective customers. |
| Diversified products | : | In addition to its established businesses in office automation equipment, backlight products, and mobile payment device OEM manufacturing, which has been an important contributor to the Group's revenue and profitability, the Group has continued to actively explore opportunities beyond its current product lines. The Group is seeking to reduce customer and product concentration by developing new products for existing customers and pursuing new customers and markets. |
| Diversified business model | : | Since its establishment, the Group has built a strong foundation in the manufacturing industry. In recent years, it has successfully broadened its business portfolio by venturing into health and environment-related sectors, reflecting its commitment to sustainable growth and long-term value creation. These businesses are intended to diversify the Group's sources of revenue over the longer term. However, several remain at an early stage of development and their timing and ability to generate sustainable returns remain uncertain. |

The Group believes that diversification of its production footprint, customer base and business portfolio can improve its resilience over time. Execution risks remain, and management will continue to assess new investments against their expected commercial returns and funding requirements.

**Business Segment Outlook**

**<u>LCD Backlight Units ("BLU")</u>**

The BLU segment continues to face significant structural headwinds from customer downsizing of LCD-related operations, competition from Chinese and South Korean manufacturers, and the transition from conventional LCD backlight technologies to OLED and other display technologies.

To adapt, the Group concurs with its major customer's strategy of pivoting towards high-growth, high-margin products, such as VID and high-definition screens, while seeking opportunities to diversify both its customer base and production footprint. Additionally, the BLU segment is also exploring opportunities to diversify its business and production base, particularly in Southeast Asia, to mitigate ongoing US-China trade tensions.

Given the structural changes affecting the BLU market, the Group will focus on cost control, product development with key customers and opportunities to reduce customer and product concentration.

**<u>OEM and Accessories</u>**

The OEM segment is navigating a normalisation phase following the post-pandemic surge in POS hardware procurement, which has been fundamentally reshaped by a cost-conscious US retail market and tightened capital expenditures. The OEM segment experienced a significant adverse change in product mix in 1H2026. Although unit shipments increased year on year, the proportion of high-end models priced above US$100 decreased from approximately 63% of shipments in 1H2025 to approximately 12% in 1H2026, materially reducing average revenue per unit and segment profitability. Based on current customer indications, the Group expects the product mix from this customer to remain weighted towards lower-priced payment devices in the near term.

The Group has established SMT assembly capacity in Thailand, which allows certain work previously outsourced to be performed internally and provides an additional production base for pursuing OEM opportunities in Southeast Asia. The contribution from the Thailand operation is currently at an early stage.

As part of the expansion of its customer base for the OEM segment, the Group has been developing new POS machine customers. The Group is in discussions with a potential new customer serving geographical markets different from its existing major customer. These discussions remain at a preliminary stage and there is no certainty that they will result in material orders.

The Group will continue to pursue new customers and products with the objective of reducing customer concentration and rebuilding the segment's profitability. The timing and extent of any contribution from new customers remain uncertain.

**Office Automation ("OA")**

As reported previously, the OA segment continues to remain challenged by a lack of new product introductions.

Following the withdrawal of business from a major OA customer in August 2025, the Group has been progressively reducing low-margin OA production in consultation with its remaining customers in southern China. Consequently, the revenue from the OA segment is expected to decrease to an insignificant portion of the Group's revenue.

Subject to the applicable financial reporting requirements and the assessment of reportable segment thresholds, the OA business may in future be included within 'Others' for segment reporting purposes.

**Others Segment**

Life Sciences

As detailed in the media release dated 29 June 2026 and update on 20 July 2026, ABio continued its research and development activities relating to the Group's proprietary LANFA technology during the period. Pre-clinical research relating to LANFA has indicated potential for its use as an alternative drug delivery platform. Further research, validation and development will be required before any commercial application can be established. During the BIO International Convention 2026 ("BIO USA") in San Diego, ABio's presentation on the integration of LANFA with lipid nanoparticles (LNP-LANFA), jointly developed with South Korea–based Neoregen Biotech Co., Ltd., generated interest from representatives of pharmaceutical companies, biotechnology companies and research organisations. Research data presented at BIO USA indicated potential advantages of the LNP-LANFA platform in pre-clinical applications to overcome major challenges in nucleic acid therapeutics. Further studies will be required to assess its safety, efficacy and commercial potential.

ABio is exploring potential licensing and research collaboration opportunities for LNP-LANFA. No material licensing or collaboration agreement has been entered into as at the date of this announcement.

In another research pipeline, the Group is also working on applying LANFA to the active ingredient of another drug already on the market, aiming to enhance the absorption of the active ingredient in the human body, reduce adverse reactions, and thereby lower the cost of treatment.

The Group considers LANFA to have potential longer-term commercial value; however, commercialisation remains subject to further research and development, regulatory requirements, counterparties' interest and the availability of appropriate funding.

Environment

The Group's Japan subsidiary continues to market our environmentally sustainable electric and non-electric pontoon boats to tour operators and commercial clients. However, the contribution from this sub-segment is likely to remain comparatively small.

### Managing Risks and Looking Forward

Despite recording losses for three consecutive financial years, the Group remained in a net current asset position of approximately US$20.9 million as at 30 June 2026 and had cash and bank balances, including pledged deposits, of approximately US$20.8 million. Bank borrowings were approximately US$5.2 million. Based on the Group's current financial position, available liquidity and existing banking facilities, the Board is not aware of any material uncertainty that would cast significant doubt on the Group's ability to continue as a going concern.

To date, neither the Group nor any of its counterparties has exercised temporary relief, force majeure provisions or contractual obligations to terminate material contracts. In addition, the Group does not see any threat to its contractual rights or its ability to meet any material contractual obligations.

The Group's near-term priorities are to preserve liquidity, contain costs, improve manufacturing efficiency, reduce customer and product concentration, and secure commercially viable new business.

The Group is also exploring opportunities to further diversify its business and production base, particularly in Southeast Asia, to mitigate ongoing US-China trade tensions.

In view of the continued weakness in the BLU and OA businesses, the adverse product mix in OEM, and the early-stage nature of the Group's newer businesses, the Group remains cautious regarding its performance for the remainder of FY2026. The Group will continue to focus on cost control, liquidity preservation, customer diversification and the development of new revenue opportunities.

## 7. Confirmation by the issuer in compliance with Rule 720(1)

The Company has procured the undertakings in the format set out in Appendix 7.7 from all the Directors and Executive Officers.

## 8. Interested Person Transactions

The Group does not have a general mandate from shareholders for IPTs. The IPTs for the period are as follows:

| Name of interested person | Nature of relationship | Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920) | Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S$100,000) |
|---|---|---|---|
| | | US$'000 | US$'000 |
| Mr. YOSHIMI Kunikazu<br>- Payment of advisory fee | Controlling shareholder | 77 | - |

**9. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.**

Please refer to paragraph 3 for the factors leading to any material changes in contribution to revenue and earnings by business segments. In terms of geographical segments, the Group was generating revenue mainly in Hong Kong, the PRC and Japan. Revenue in Hong Kong, the PRC and Japan accounted for 26.0%, 33.2% and 39.3% of the total revenue respectively. Total revenue decreased by 34.8% to US$28.1 million for the six months ended 30 June 2026 as compared to the corresponding period in the previous year.

As at 30 June 2026, non-current assets located in Hong Kong, the PRC, Japan and Korea accounted for 3.8%, 19.7%, 8.3% and 64.4% of the total non-current assets of the Group respectively. Goodwill and other intangible assets made up 63.6% of the non-current assets located in Korea. During the six months ended 30 June 2026, the Group invested a total capital expenditure of US$570,000 mainly for the purchase of equipment in the PRC and it was mainly for the purposes of replacement with more efficient machinery.

**10. Negative confirmation by the Board pursuant to Rule 705(5)**

We, KATO Tomonori and CHEUNG Chi Ming, being two directors of CDW Holding Limited (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render the financial statements for the six months ended 30 June 2026 to be false or misleading in any material aspect.

**BY ORDER OF THE BOARD**

| | |
|---|---|
| KATO Tomonori | CHEUNG Chi Ming |
| Chairman and Chief Executive Officer | Executive Director and Chief Financial Officer |
| 14 August 2026 | |