巨騰國際控股有限公司

JU TENG INTERNATIONAL HOLDINGS LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 3336)

INTERIM RESULTS
FOR THE SIX MONTHS ENDED 30 JUNE 2026

Financial Highlights

- Revenue for the six months ended 30 June 2026 was approximately HK$2,572 million, representing a decline of approximately 5.3%.
- Gross profit for the six months ended 30 June 2026 was approximately HK$64 million, representing a decline of approximately 12.4%.
- Gross profit margin for the six months ended 30 June 2026 decreased to approximately 2.5% from approximately 2.7% for the six months ended 30 June 2025.
- Loss attributable to equity holders of the Company for the six months ended 30 June 2026 was approximately HK$813 million, as compared to the loss attributable to equity holders of the Company of approximately HK$79 million for the corresponding period in 2025.
- Basic loss per share attributable to equity holders of the Company for the six months ended 30 June 2026 was approximately HK96.2 cents, as compared to the basic loss per share attributable to equity holders of the Company of approximately HK9.4 cents for the corresponding period in 2025.
- Net asset value per share attributable to equity holders of the Company as at 30 June 2026 was approximately HK$3.3 as compared with approximately HK$3.7 as at 31 December 2025.

The board (the "**Board**") of directors (the "**Directors**") of Ju Teng International Holdings Limited (the "**Company**" or "**Ju Teng**") is pleased to announce the unaudited consolidated results of the Company and its subsidiaries (collectively, the "**Group**") for the six months ended 30 June 2026 (the "**Period**") as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the six months ended 30 June 2026

	Notes	**For the six months ended 30 June**	
		2026	2025
		(Unaudited)	(Unaudited)
		HK$'000	*HK$'000*
REVENUE	3	**2,571,816**	2,714,737
Cost of sales		**(2,508,143)**	(2,642,056)
Gross profit		**63,673**	72,681
Other income and gains	3	**32,259**	208,969
Selling and distribution expenses		**(146,507)**	(73,207)
Administrative expenses		**(225,601)**	(223,343)
Other expenses		**(727,108)**	(35,177)
Finance costs	4	**(63,733)**	(80,235)
LOSS BEFORE TAX	5	**(1,067,017)**	(130,312)
Income tax expense	6	**(12,812)**	(2,813)
LOSS FOR THE PERIOD		**(1,079,829)**	(133,125)
Attributable to:			
Equity holders of the Company		**(813,139)**	(79,072)
Non-controlling interests		**(266,690)**	(54,053)
		(1,079,829)	(133,125)
LOSS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY	8		
- Basic (HK cents)		**(96.2)**	(9.4)
- Diluted (HK cents)		**(96.2)**	(9.4)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2026

	For the six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
LOSS FOR THE PERIOD	**(1,079,829)**	(133,125)
OTHER COMPREHENSIVE INCOME/(EXPENSES)		
Other comprehensive income that may be reclassified to profit or loss in subsequent periods:		
Exchange differences on translation of foreign operations	**393,463**	226,971
Release of exchange fluctuation reserve upon deregistration of a subsidiary	**-**	8,298
	393,463	235,269
Other comprehensive income/(expenses) that will not be reclassified to profit or loss in subsequent periods:		
Equity investment designated at fair value through other comprehensive income:		
Change in fair value	**6,477**	(5,623)
Income tax effect	**(238)**	-
	6,239	(5,623)
OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX	**399,702**	229,646
TOTAL COMPREHENSIVE INCOME/(EXPENSES) FOR THE PERIOD	**(680,127)**	96,521
Attributable to:		
Equity holders of the Company	**(501,759)**	148,261
Non-controlling interests	**(178,368)**	(51,740)
	(680,127)	96,521

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 June 2026

	Notes	**30 June 2026 (Unaudited)** *HK$'000*	31 December 2025 (Audited) *HK$'000*
NON-CURRENT ASSETS			
Property, plant and equipment		**4,391,609**	4,255,229
Right-of-use assets		**706,719**	696,820
Deferred tax assets		**24,974**	24,792
Prepayments for acquisition of property, plant and equipment		**318,556**	369,291
Equity investment designated at fair value through other comprehensive income		**13,745**	14,571
Total non-current assets		**5,455,603**	5,360,703
CURRENT ASSETS			
Inventories		**1,109,813**	1,317,837
Trade receivables	9	**2,084,616**	2,407,698
Prepayments, deposits and other receivables		**190,923**	231,970
Restricted bank balances		**100,510**	100,523
Cash and cash equivalents		**590,821**	892,428
		4,076,683	4,950,456
Non-current assets classified as held for sale		**36,610**	35,326
Total current assets		**4,113,293**	4,985,782
CURRENT LIABILITIES			
Trade and bills payables	10	**980,904**	952,609
Other payables and accruals		**1,035,959**	1,091,969
Lease liabilities		**1,394**	1,354
Tax payables		**9,933**	12,898
Interest-bearing bank and other borrowings	11	**1,927,645**	2,765,398
Total current liabilities		**3,955,835**	4,824,228
NET CURRENT ASSETS		**157,458**	161,554
TOTAL ASSETS LESS CURRENT LIABILITIES		**5,613,061**	5,522,257

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)
30 June 2026

	Notes	**30 June 2026 (Unaudited)** ***HK$'000***	31 December 2025 (Audited) *HK$'000*
NON-CURRENT LIABILITIES			
Interest-bearing bank and other borrowings	11	**801,940**	23,969
Deferred income		**38,542**	36,452
Lease liabilities		**8,948**	9,613
Deferred tax liabilities		**43,287**	51,752
Total non-current liabilities		**892,717**	121,786
Net assets		**4,720,344**	5,400,471
EQUITY			
Equity attributable to equity holders of the Company			
Issued capital	12	**120,001**	120,001
Reserves		**3,854,010**	4,355,769
		3,974,011	4,475,770
Non-controlling interests		**746,333**	924,701
Total equity		**4,720,344**	5,400,471

NOTES

1. BASIS OF PREPARATION AND CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The condensed consolidated interim financial information has been prepared in accordance with Hong Kong Accounting Standard ("**HKAS**") 34 *Interim Financial Reporting* as issued by the Hong Kong Institute of Certified Public Accountants (the "**HKICPA**").

The condensed consolidated interim financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements for the year ended 31 December 2025. The accounting policies and basis of preparation adopted in the preparation of the interim financial information are the same as those used in the annual financial statements for the year ended 31 December 2025, except for the adoption of the following amended HKFRS Accounting Standards for the first time for the current period's financial information:

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*
Annual Improvement to HKFRS Accounting Standards - Volume 11	Amendments to HKFRS 1, HKFRS 7, HKFRS 9, HKFRS 10 and HKAS 7

The adoption of the amended HKFRS Accounting Standards has had no significant financial effect on the Group's condensed consolidated interim financial information.

As at 30 June 2026, the Group has interest-bearing bank and other borrowings of HK$2,729,585,000. The Group complied with all loan covenants of the syndicated loan at the end of the reporting period, except for the interest coverage ratio for the period from 1 January 2026 to 30 June 2026, and a waiver for this interest coverage ratio was obtained from the relevant banks during the Period. Pursuant to the facility agreement of the syndicated bank loan, the Group is required to report to the syndicate of banks its compliance with loan covenants as at 30 June and 31 December during the loan period until 2029. In order to improve the Group's financial position and liquidity, the directors of the Company have formulated a number of measures, including but not limited to the followings:

- the Group has a history of successful rollover of revolving loans. The Group will continue to negotiate with banks to refinance and extend existing bank and other borrowing facilities, and to obtain new sources of financing by pledging certain of the Group's land and properties, if needed;

- the Group has approximately HK$855,488,000 of unutilised revolving loan facilities available to finance the Group's existing financial obligations and operations; and

- as at 30 June 2026, according to the sale and purchase agreements entered into by the Group and the purchaser in relation to the Group's disposal of certain leasehold land and owned buildings classified as non-current assets held for disposal, the Group has outstanding proceeds of approximately HK$329,202,000 from such disposal. The Group will continue to pursue this outstanding amount.

1. BASIS OF PREPARATION AND CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES (continued)

Taken into account the above measures, the directors of the Company consider that the Group would have adequate resources to meet its liabilities, commitments and funding requirements as and when they fall due within twelve months from 30 June 2026 and hence the Group adopted the going concern basis in preparing the condensed consolidated interim financial information.

2. OPERATING SEGMENT INFORMATION

The Group is principally engaged in the business of manufacture and sale of casings for notebook computer and handheld devices. For management purposes, the Group operates in one business unit based on its casing products, and has one reportable operating segment.

No operating segments have been aggregated to form the above reportable operating segment.

Geographical information

Revenue from external customers:

	For the six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
The People's Republic of China (the "**PRC**" or "**Chinese mainland**"), excluding Hong Kong	**1,973,501**	2,401,545
The Socialist Republic of Vietnam (the "**Vietnam**")	**266,204**	24,903
Others	**332,111**	288,289
	2,571,816	2,714,737

The revenue information above is based on the locations where the products are delivered to the customers.

During the six months ended 30 June 2026 and 30 June 2025, except for the revenue from external customers in the PRC and Vietnam, the Group's revenue derived from each of other locations was less than 10% of the Group's revenue.

3. REVENUE, OTHER INCOME AND GAINS

An analysis of revenue is as follows:

	For the six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Revenue from contracts with customers		
Sale of casings for notebook computer and handheld devices	**2,571,816**	2,714,737

3. REVENUE, OTHER INCOME AND GAINS (continued)

Revenue from contracts with customers

(i) ***Disaggregated revenue information***

	For the six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Geographical markets		
The PRC, excluding Hong Kong	**1,973,501**	2,401,545
Vietnam	**266,204**	24,903
Others	**332,111**	288,289
	2,571,816	2,714,737
Timing of revenue recognition		
Goods transferred at a point in time	**2,571,816**	2,714,737

(ii) ***Performance obligation***

Sale of casings for notebook computer and handheld devices

The performance obligation is satisfied upon delivery of the goods and payment is generally due within 60 to 120 days from delivery.

An analysis of other income and gains is as follows:

	For the six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Interest income	**7,582**	12,522
Subsidy income#	**1,657**	2,633
Compensation income	**4,332**	14,113
Gross rental income	**13,209**	10,179
Gain on disposal of items of property, plant and equipment and right-of-use assets, net	**2,278**	3,581
Gain on disposal of items of non-current assets classified as held for sale	**-**	138,860
Reversal of impairment of trade receivables	**2,444**	534
Write-off of long outstanding other payables and accruals	**-**	22,618
Fair value gains on derivative financial instrument, net	**-**	741
Others	**757**	3,188
	32,259	208,969

3. REVENUE, OTHER INCOME AND GAINS (continued)

[#] Various government subsidies have been received for enterprises engaged in businesses in Chinese mainland for promoting the manufacturing industry. There are no unfulfilled conditions or contingencies relating to these subsidies.

4. FINANCE COSTS

An analysis of the Group's finance costs is as follows:

	For the six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Interest on bank and other borrowings	**68,237**	83,161
Interest on lease liabilities	**203**	117
Total interest expense on financial liabilities not at fair value through profit or loss	**68,440**	83,278
Less: Interest capitalised	**(4,707)**	(3,043)
	63,733	80,235

5. LOSS BEFORE TAX

The Group's loss before tax is arrived at after charging/(crediting):

	For the six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Cost of inventories sold	**2,508,143**	2,642,056
Depreciation of property, plant and equipment	**234,410**	320,494
Depreciation of right-of-use assets	**9,083**	9,043
Provision for inventories, net	**81,433**	98,051
Write-off of trade receivables	**4,260**	8,987
Foreign exchange losses, net	**210,887**	23,562
Fair value gains on derivative financial instruments, net	**-**	(741)

6. INCOME TAX

	For the six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Current:		
The PRC, excluding Hong Kong		
- Charge for the Period	**198**	2,633
- Overprovision in prior years	**-**	(896)
Overseas		
- Charge for the Period	**11,313**	10,577
- Underprovision/(overprovision) in prior years	**1,353**	(9,628)
Deferred tax	**(52)**	127
Total tax charge for the Period	**12,812**	2,813

7. INTERIM DIVIDEND

The Board did not propose to declare any interim dividend for the Period (six months ended 30 June 2025: Nil).

8. LOSS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY

The calculation of the basic loss per share amount is based on the loss for the Period attributable to equity holders of the Company of HK$813,139,000 (six months ended 30 June 2025: HK$79,072,000) and the weighted average number of 845,662,671 (six months ended 30 June 2025: 845,662,671) ordinary shares outstanding excluding shares held under the share award plan during the Period.

For the six months ended 30 June 2026 and 2025, no adjustment has been made to the basic loss per share amount in respect of a dilution as the Group had no potentially dilutive ordinary shares outstanding.

9. TRADE RECEIVABLES

	As at 30 June 2026 (Unaudited) ***HK$'000***	As at 31 December 2025 (Audited) *HK$'000*
Trade receivables	**2,085,761**	2,411,287
Impairment	**(1,145)**	(3,589)
	2,084,616	2,407,698

The general credit terms of the Group range from 60 to 120 days. Trade receivables are non-interest-bearing. The Group does not hold any collateral or other credit enhancements over these balances.

An ageing analysis of the Group's trade receivables as at the end of the Period, based on the invoice date and net of loss allowance, is as follows:

	As at 30 June 2026 (Unaudited) ***HK$'000***	As at 31 December 2025 (Audited) *HK$'000*
Within 3 months	**1,292,928**	1,329,035
4 to 6 months	**723,427**	972,374
7 to 12 months	**68,261**	106,289
	2,084,616	2,407,698

10. TRADE AND BILLS PAYABLES

The trade payables are non-interest-bearing and are normally settled on terms of 60 to 120 days.

An ageing analysis of the Group's trade and bills payables as at the end of the period, based on the invoice date and issuance date, respectively, is as follows:

	As at 30 June 2026 (Unaudited) ***HK$'000***	As at 31 December 2025 (Audited) *HK$'000*
Within 3 months	**576,852**	645,686
4 to 6 months	**371,930**	285,883
7 to 12 months	**20,056**	14,233
Over 1 year	**12,066**	6,807
	980,904	952,609

11. INTEREST-BEARING BANK AND OTHER BORROWINGS

As at 30 June 2026, the Group has interest-bearing bank and other borrowings of HK$2,729,585,000. The Group complied with all loan covenants of the syndicated loan at the end of the reporting period, except for the interest coverage ratio for the period from 1 January 2026 to 30 June 2026, and a waiver for this interest coverage ratio was obtained from the relevant banks during the Period.

12. SHARE CAPITAL

	As at 30 June 2026 (Unaudited) ***HK$'000***	As at 31 December 2025 (Audited) *HK$'000*
Authorised:		
2,000,000,000 shares of HK$0.1 each	**200,000**	200,000
Issued and fully paid:		
1,200,008,445 shares of HK$0.1 each	**120,001**	120,001

MANAGEMENT DISCUSSION AND ANALYSIS

Business Review & Prospects

Looking back at the first half of 2026 (the "Period"), the global economic and trade environment continued to be characterized by volatility, while the personal computer ("PC") market faced pressures from tightened memory supply and rising component costs. Supported by some demand being released early in the first quarter, the PC market slowed in the second quarter as the rising memory prices drove up PC production costs and terminal product prices, dampening the consumption demand. According to the survey report released by Gartner, Inc., a market research organization, the global PC shipments in first quarter of 2026 reached 62.8 million units, representing an increase of 4% as compared with that in first quarter of 2025. In the second quarter of 2026, as the early stocking effect faded, tariff uncertainties intensified, and memory shortages worsened, the market momentum significantly weakened. According to the survey data released by International Data Corporation ("IDC"), the PC shipments fell to 68.2 million units in the quarter, representing a year-on-year decline of 4.9%, which was the first negative growth since nine consecutive quarters of expansion, reflecting the weakening industry conditions in the latter half of the Period. In terms of the regional performance, the PC shipments from China in the second quarter of 2026 reached 9.92 million units, representing a year-on-year decline of 1.6%, outperforming the global average. This was primarily driven by the commercial procurement demands from government and large enterprises for their digital transformation initiatives, partially offsetting the weak consumption demand and cost pressures from rising memory prices. While the structural demands in the commercial sector still provided some buffer, the uncertain global economic prospects and increasing policy variables reduced visibility into the future industry prospects, heightening operational challenges during the Period.

As one of the world's leading notebook computer casing manufacturers, the manufacturing of notebook computer casings and 2-in-1 computer casings remained the Group's major source of revenue. In the first half of 2026, attributable to the fact that the global PC market was impacted by the memory shortage which drove up costs and selling prices, thereby weakening end-user consumption demand and leading to a reduction in orders from customers, the Group's sales performance was under pressure, and the Group recorded revenue of approximately HK$2,572 million (2025: approximately HK$2,715 million). Despite the measures adopted by the Group to lower the operating costs and adjust operation and production strategies, the Group recorded a loss attributable to equity holders of the Company of approximately HK$813 million (2025: approximately HK$79 million) for the Period mainly due to the compound effect of the following factors in addition to the aforementioned decrease in sales revenue: (i) the increased foreign exchange losses incurred; (ii) the absence of a one-off gain on disposal recognized in the corresponding period in 2025; (iii) the reclassification of certain trial production costs for certain new products from cost of sales to selling and distribution expenses during the Period in order to more effectively reflect the production costs of products sold, and thereby contributed to the increase in relevant expenses; and (iv) the decrease in production orders during the Period which led to low utilization rates of production capacity, resulting in certain production cost being classified as idle capacity costs, which in turn reduced the amount of costs capitalized into inventories.

During the Period, Lens Technology Co., Ltd. (as purchaser) entered into the share purchase agreement with certain shareholders of the Company (as vendors) for the sale and purchase of approximately 27.81% issued shares in the Company, and the transactions contemplated thereunder are still in progress. As at the date of this announcement, such transactions have not yet been completed. For further details, please refer to the announcements of the Company dated 18 May 2026, 8 June 2026, 7 July 2026 and 7 August 2026. Further announcement(s) will be made as and when appropriate in compliance with the Listing Rules and the Hong Kong Code on Takeovers and Mergers.

The Group will continue to monitor the market trends, flexibly adjust production arrangements across various factories, and periodically review asset optimization plans, aiming to fully leverage its competitive advantages of the global production network when the industry demand recovers.

Looking ahead to the second half of the year, during the ongoing Windows operating system iteration cycle, the demands for hardware upgrades among enterprises and individual users are expected to gradually emerge, providing support for the global PC industry. According to the data released by StatCounter, a website traffic analysis tool, as of June 2026, in the global desktop Windows operating system market, the market share of the Windows 11 operating system was 69.92%, while that of the Windows 10 operating system was 28.1%. In the domestic market of China, the market share of the Windows 11 operating system was 57.46%, while that of the Windows 10 operating system maintained 38.58%. The data indicates that there remains a significant portion of terminal devices worldwide including in China still running the Windows 10 operating system, offering ample room for hardware replacement. As security risks continue to accumulate, enterprises and individual users are expected to proceed with device updates in a gradual manner. It is anticipated that demands for product replacement will sustainably emerge, laying the foundation for boosting industry prosperity.

The continuous iteration of artificial intelligence ("AI") technology is injecting new momentum into the PC industry. As on-device AI computing power continues to shift toward end devices, AI-powered PCs equipped with neural network processing units (“AI PC”) now possess localized intelligent computing capabilities. Applications such as real-time translation and image generation continue to expand, and users’ awareness and acceptance of next-generation smart terminals steadily rise. The corporate users’ feedback has been particularly positive. According to the survey report released by Futurum Group on 818 global enterprise IT decision-makers in the second quarter of 2026, about 80.4% of respondents preferred to purchase AI PC as compared with that six months ago, while just 47.1% of respondents preferred a traditional PC, reflecting the accelerating preference for AI terminals in the enterprise market. Meanwhile, according to the latest forecast released by IDC, the global shipments of generative AI-powered computers (Gen AI PC) are expected to reach 50 million units in 2026, accounting for 19.6% of the total PC shipments, marking the entry of AI terminals into a phase of large-scale adoption. The rapid penetration of AI PC not only boosts the terminal replacement demand, but also drives the product structure optimization and overall value enhancement. It is expected that this round of technological upgrades will stimulate purchasing intentions in the consumer market, and create space for development in the upstream and downstream of the industrial chain. The Group will continue to monitor AI PC technology roadmap iterations and evolving terminal demand, and flexibly coordinate R&D and production resource allocation, so as to secure a competitive edge during the product upgrades and inject sustainable momentum for long-term development.

Currently, the PC industry is undergoing a phase of cyclical adjustment intertwined with technological innovation. While the market operations face numerous uncertainties in the short term, structural development opportunities persist for the long term. The Group will adhere to its consistent prudent operating approach, flexibly allocate global operational resources, carefully manage overall operational pace, and respond timely to market environment changes. Meanwhile, the Group closely tracks industry trends in hardware updates and AI technological advancements, continuously enhances its product portfolios and operational support capabilities. By steadily addressing short-term operational challenges and systematically deploying long-term development directions, the Group will continuously strengthen its comprehensive competitiveness, promote sustainable business growth, and create long-term and sustainable returns for its stakeholders.

Financial Review

Revenue and Gross Profit Margin

During the Period, as the global memory shortage drove up product costs and selling prices, thereby weakening end-user consumption and leading to a continued reduction in orders placed with the Group by major notebook computer customers. Consequently, the Group's revenue for the Period declined by approximately 5.3% as compared with the corresponding period of last year to approximately HK$2,572 million (2025: approximately HK$2,715 million). Despite the Group's implementation of stringent cost control measures during the Period, the Group's gross profit margin for the Period slightly decreased to approximately 2.5% (2025: approximately 2.7%), following the classification of certain idle capacity costs under other expenses due to low capacity utilization rate, and the reclassification of certain trial production costs for new products to selling and distribution expenses during the Period, to more reasonably reflect the product costs of product sold.

Other income and gains

During the Period, as disclosed in the note 3 to the condensed consolidated interim financial information, due to the absence of a one-off gain on disposal of non-current assets classified as held for sale of approximately HK$139 million and a write-off of long outstanding other payables of approximately HK$23 million recognized in the corresponding period of last year, the Group recorded a decrease of approximately 84.6% in other income and gains as compared with the corresponding period of last year to approximately HK$32 million (2025: approximately HK$209 million), representing approximately 1.3% (2025: approximately 7.7%) of the Group's revenue.

Operating costs

During the Period, the Group recorded an increase of approximately 25.5% in operating costs, including administrative expenses and selling and distribution expenses, as compared with the corresponding period of last year to approximately HK$372 million (2025: approximately HK$297 million). Such increase was mainly attributable to the reclassification of trial production costs for new products as selling and distribution expenses during the Period in order to more effectively reflect the production costs of products sold. Operating costs accounted for approximately 14.5% (2025: approximately 10.9%) of the Group's revenue.

Other expenses

During the Period, other expenses of the Group mainly consisted of net foreign exchange losses of approximately HK$211 million (2025: approximately HK$24 million) arising from the appreciation of Renminbi ("RMB") against United States Dollar ("USD"), mainly resulting from the translation of trade receivables denominated in USD; write-off of trade receivables of approximately HK$4 million (2025: approximately HK$9 million); and idle capacity costs of approximately HK$510 million (2025: Nil) (mainly comprising staff costs, depreciation of property, plant and equipment, utility expenses and mould amortization), reclassified from cost of sales to other expenses during the Period. The Group's other expenses increased substantially as compared with the corresponding period of last year to approximately HK$727 million (2025: approximately HK$35 million), mainly due to the recognition of idle capacity costs and the increase in net foreign exchange losses for the Period, accounting for approximately 28.3% (2025: approximately 1.3%) of the Group's revenue.

Finance costs
Finance costs of the Group decreased by approximately 20.6% as compared with the corresponding period of last year to approximately HK$64 million (2025: approximately HK$80 million) for the Period, which was mainly attributable to the decrease in bank borrowings as compared with corresponding period of last year. Interest capitalised during the Period was approximately HK$5 million (2025: approximately HK$3 million).

Income tax expenses
Despite the Group's operating losses for the Period, the Group has provided income tax expenses on the operating profit generated by certain subsidiaries and deferred tax assets were not recognized for certain tax losses incurred by certain subsidiaries, the Group's income tax expense for the Period amounted to approximately HK$13 million (2025: approximately HK$3 million).

Loss attributable to equity holders of the Company
Despite the measures adopted by the Group to lower the production costs and improve the efficiency through factory consolidation plans, the Group recorded a loss attributable to equity holders of the Company for the Period of approximately HK$813 million (2025: approximately HK$79 million), such increase in loss being mainly attributable to the significant decrease in other income and gains, as well as the substantial increase in selling and distribution expenses and other expenses during the Period.

Liquidity and Financial Resources

As at 30 June 2026, total bank and other borrowings of the Group amounted to approximately HK$2,730 million (31 December 2025: approximately HK$2,789 million), representing a decrease of approximately 2.1% as compared with that as at 31 December 2025. The Group's bank and other borrowings were at floating interest rates and included short-term loans with 1-year maturity, 2-year term loans, 3-year term loans and 5-year syndicated loans. As at 30 June 2026, the Group's bank and other loans denominated in USD, New Taiwan dollars and RMB were approximately HK$2,283 million (31 December 2025: approximately HK$2,477 million), approximately HK$12 million (31 December 2025: approximately HK$22 million) and approximately HK$435 million (31 December 2025: approximately HK$290 million), respectively.

During the Period, the Group recorded a net cash outflow from operating activities of approximately HK$93 million (2025: net cash inflow from operating activities of approximately HK$149 million), which was mainly due to the substantial increase in loss before tax. As a result of the purchase of manufacturing equipment for installation in the production plant in Vietnam, the Group recorded a net cash outflow from investing activities of approximately HK$143 million (2025: approximately HK$147 million) during the Period. During the Period, due to the decrease in bank borrowings, the Group recorded a net cash outflow from financing activities of approximately HK$94 million (2025: net cash inflow from financing activities of approximately HK$125 million). As at 30 June 2026, the Group had cash and bank balances of approximately HK$591 million (31 December 2025: approximately HK$892 million).

As at 30 June 2026, the Group's gearing ratio, calculated as total bank and other borrowings of approximately HK$2,730 million (31 December 2025: approximately HK$2,789 million) divided by total assets of approximately HK$9,569 million (31 December 2025: approximately HK$10,346 million), increased slightly to approximately 28.5% (31 December 2025: approximately 27.0%), which was mainly attributable to the decrease in total assets.

Financial Ratios

Due to the decline in sales and the Group's tightened inventory control policies, the inventory turnover days of the Group during the Period remained stable at approximately 80 days (2025: approximately 78 days). As at 30 June 2026, there was a decrease of approximately 15.8% in the Group's inventories to approximately HK$1,110 million (31 December 2025: approximately HK$1,318 million).

Trade receivables turnover days of the Group during the Period slightly increased to approximately 147 days (2025: approximately 145 days) which was due to the slower settlement from customers of the Group. Trade receivable as at 30 June 2026 was decreased by approximately 13.4% to approximately HK$2,085 million (31 December 2025: approximately HK$2,408 million).

Trade and bills payables turnover days of the Group during the Period increased to approximately 71 days (2025: approximately 65 days) which was primarily driven by the lengthened settlement period with suppliers. As at 30 June 2026, there was an increase in the Group's trade and bills payables of approximately 3.0% to approximately HK$981 million (31 December 2025: approximately HK$953 million).

Pledge of Assets

As at 30 June 2026, none of the Group's assets were pledged to secure banking facilities granted to the Group. As at 31 December 2025, certain land and buildings with a net carrying amount of approximately HK$20 million were pledged to secure certain banking facilities granted to the Group.

Foreign Exchange Exposure

Since most of the Group's revenue is denominated in USD and most of the Group's expenses are denominated in RMB, an appreciation of RMB against USD will have adverse effect on the Group's profitability and vice versa. Accordingly, the Group had entered into forward foreign exchange contracts to mitigate possible exchange losses arising from the fluctuations in the values of the USD and RMB. During the Period, the Group recorded foreign exchange losses, net of approximately HK$211 million (2025: approximately HK$24 million) and no net fair value gain on derivative financial instruments had been recorded (2025: approximately HK$1 million). The management of the Group will continue to monitor the Group's foreign currency risk exposures and adopt prudent measures as appropriate to minimise the adverse effects arising from the foreign currency fluctuations.

Employees

During the Period, the Group had approximately 21,000 employees (2025: approximately 22,600 employees) and recorded staff costs of approximately HK$1,003 million (2025: approximately HK$1,014 million).

The Group's employees are remunerated in line with prevailing market terms and individual performance, with the remuneration package and policies being reviewed on a regular basis. Discretionary bonuses may be rewarded to employees after assessment of the performance of the Group and that of the individual employee. The Company has also adopted a share option scheme for the purpose of providing incentives and rewards to eligible participants, including the employees of the Group, for (among others) their contribution to the growth and development of the Group, as well as a share award plan to recognize the contribution by eligible participants thereunder and to attract suitable personnel for further development of the Group. The Group also operates a defined contribution Mandatory Provident Fund retirement benefits scheme for its employees in Hong Kong, and provides its PRC, the Republic of China (the "ROC") and Vietnam employees with welfare schemes as required by the applicable laws and regulations of the PRC, ROC and Vietnam.

Capital Commitment

As at 30 June 2026, the capital commitments which the Group had contracted for but were not provided for in the financial information in respect of the acquisition of buildings and machinery amounted to approximately HK$200 million (31 December 2025: approximately HK$197 million).

Contingent Liabilities

As at 30 June 2026, the Group did not have any significant contingent liabilities.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

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

INTERIM DIVIDEND

The Directors do not recommend the payment of interim dividend for the Period.

CORPORATE GOVERNANCE PRACTICES

The Company continues to devote much effort on formulating and implementing sufficient corporate governance practices which it believes is crucial to its healthy growth and its business needs.

The Company has adopted the code provisions set out in the Corporate Governance Code (the "CG Code") contained in Part 2 of Appendix C1 to the Listing Rules. The Company and its corporate governance committee periodically review its corporate governance practices to ensure its continuous compliance with the CG Code. Save as disclosed below, the Company had complied with the code provisions of the CG Code throughout the Period.

Pursuant to code provision C.2.1 of the CG Code, the roles of chairman and chief executive should be separate and should not be performed by the same individual. With effect from 16 March 2022, Mr. Cheng Li-Yu assumed both roles as the chairman of the Board and the chief executive officer of the Company. The Board believes that having the same individual in both roles as chairman of the Board and the chief executive officer of the Company allows the Group to be managed under a consistent leadership and the overall strategy of the Group could be more effectively formulated and executed.

The Board will continue to review the management structure from time to time and shall make necessary change when appropriate and inform the shareholder of the Company accordingly.

Pursuant to code provision F.1.3 of the CG Code, among others, the chairman of the Board should invite the chairmen of the audit, remuneration, nomination and any other committees (as appropriate) to attend. In their absence, the chairman should invite another member of the committee or failing this their duly appointed delegates to attend. Pursuant to code provision C.1.5 of the CG Code, among others, independent non-executive directors and other non-executive directors should attend general meetings to gain and develop a balanced understanding of the views of shareholders.

During the Period, Mr. Cheng Li-Yen, a non-executive Director, was unable to attend the annual general meeting of the Company held on 22 May 2026 due to prior business commitments.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted and applied a code of conduct regarding the Directors' securities transaction on terms no less exacting than the required standard set out in the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix C3 to the Listing Rules. Having made specific enquiry of all Directors, the Company is satisfied that all the Directors have fully complied with the required standards set out in the Model Code and the code of conduct of the Company for the Period.

AUDIT COMMITTEE

The audit committee of the Board has reviewed the accounting policies, accounting standards and practices adopted by the Group and the unaudited condensed consolidated interim financial information and results of the Group for the Period and has no disagreement.

PUBLICATION OF INTERIM RESULTS AND INTERIM REPORT

This interim results announcement is published on the Company's website (http://www.irasia.com/listco/hk/juteng) and the Hong Kong Stock Exchange's website (http://www.hkexnews.hk). The interim report of the Company for the six months ended 30 June 2026 will be despatched to the shareholders of the Company and will be made available on the websites of the Company and the Hong Kong Stock Exchange in due course in accordance with the Listing Rules.

By order of the Board
Ju Teng International Holdings Limited
Cheng Li-Yu
Chairman and Chief Executive Officer

Hong Kong, 13 August 2026

As at the date of this announcement, the executive Directors are Mr. Cheng Li-Yu, Mr. Chiu Hui-Chin, Mr. Huang Kuo-Kuang, Mr. Tsui Yung Kwok and Mr. Wang Ting Jin, the non-executive Director is Mr. Cheng Li-Yen, and the independent non-executive Directors are Mr. Yip Wai Ming, Mr. Yuen Chi Ho and Dr. Chuang Shu-Hui.