WISE ALLY

Wise Ally International Holdings Limited
麗年國際控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 9918)

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

HIGHLIGHTS

	Six months ended 30 June		
	2026	2025	
	(Unaudited)	(Unaudited)	
	HK$'000	*HK$'000*	Changes
Revenue	**311,703**	469,858	-33.7%
Gross profit	**37,016**	78,727	-53.0%
Gross profit margin	**11.9%**	16.8%	-490 bps
Operating (loss)/profit	**(53,001)**	18,169	N/A
(Loss)/profit for the period attributable to equity holders of the Company	**(54,578)**	14,338	N/A
Basic and diluted (loss)/earnings per share (HK cents)	**(54.58)**	14.34	N/A

INTERIM RESULTS

The board (the "**Board**") of directors (the "**Directors**") of Wise Ally International Holdings Limited (the "**Company**") announces the unaudited interim results of the Company and its subsidiaries (the "**Group**") for the six months ended 30 June 2026 together with the comparative figures for the six months ended 30 June 2025 as follows:

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2026

		Six months ended 30 June	
		2026	2025
	Note	**(Unaudited)**	(Unaudited)
		HK$'000	*HK$'000*
Revenue	*4*	**311,703**	469,858
Cost of sales		**(274,687)**	(391,131)
Gross profit		**37,016**	78,727
Other (losses)/gains, net	*5*	**(3,061)**	29,649
Other income	*5*	**124**	244
Selling and distribution expenses		**(30,715)**	(28,853)
Administrative expenses		**(56,365)**	(60,865)
Provision for impairment losses on financial assets		**–**	(733)
Operating (loss)/profit		**(53,001)**	18,169
Finance income	*6*	**1,893**	3,127
Finance costs	*6*	**(2,751)**	(5,439)
Finance costs, net	*6*	**(858)**	(2,312)
(Loss)/profit before income tax		**(53,859)**	15,857
Income tax expense	*7*	**(719)**	(1,519)
(Loss)/profit for the period attributable to equity holders of the Company		**(54,578)**	14,338
Other comprehensive income/(loss):			
Item that may be subsequently reclassified to profit or loss			
Currency translation differences		**794**	(673)
Total other comprehensive income/(loss) for the period		**794**	(673)
Total comprehensive (loss)/income for the period attributable to equity holders of the Company		**(53,784)**	13,665
(Loss)/earnings per share attributable to equity holders of the Company			
Basic and diluted *(HK cents)*	*9*	**(54.58)**	14.34

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2026

	Note	30 June 2026 (Unaudited) HK$'000	31 December 2025 (Audited) HK$'000
ASSETS			
Non-current assets			
Properties, plant and equipment		**65,635**	80,739
Intangible assets		**301**	361
Deposits and prepayments		**3,612**	5,066
Investment in a joint venture		**–**	–
Deferred tax assets		**5,770**	6,357
		75,318	92,523
Current assets			
Inventories		**157,748**	164,943
Trade receivables	*10*	**108,228**	157,796
Prepayments, deposits and other receivables		**12,927**	19,714
Amount due from a joint venture		**63**	50
Term deposits with original maturity over three months		**–**	12,398
Cash and cash equivalents		**195,054**	252,226
		474,020	607,127
Total assets		**549,338**	699,650
EQUITY			
Equity attributable to equity holders of the Company			
Share capital		**20,000**	20,000
Reserves		**115,699**	169,483
Total equity		**135,699**	189,483

	Note	30 June 2026 (Unaudited) HK$'000	31 December 2025 (Audited) HK$'000
LIABILITIES			
Non-current liabilities			
Provision for long service payment		**333**	333
Provision for reinstatement cost		**1,749**	1,749
Lease liabilities		**11,944**	20,579
		14,026	22,661
Current liabilities			
Trade payables	*11*	**160,910**	196,504
Contract liabilities, other payables and accruals		**144,167**	156,561
Lease liabilities		**17,704**	20,155
Bank borrowings	*12*	**61,154**	98,652
Amount due to a related company		**38**	20
Current income tax liabilities		**15,640**	15,614
		399,613	487,506
Total liabilities		**413,639**	510,167
Total equity and liabilities		**549,338**	699,650

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL INFORMATION:

1. GENERAL INFORMATION

The Company was incorporated in the Cayman Islands on 15 January 2019 as an exempted company with limited liability under the Companies Law (Cap. 22, Law 3 of 1961 as consolidated and revised) of the Cayman Islands. The address of its registered office is 4th Floor, Harbour Place, 103 South Church Street, P.O. Box 10240, Grand Cayman KY1-1002, Cayman Islands.

The Company is an investment holding company, and its subsidiaries are principally engaged in the manufacturing and sales of electronic products. The ultimate controlling shareholders of the Company and its subsidiaries (collectively, the "**Group**") are Mr. Chu Wai Hang Raymond ("**Mr. Raymond Chu**") and Mr. Chu Wai Cheong Wilson ("**Mr. Wilson Chu**") (collectively, the "**Controlling Shareholders**").

The shares of the Company were listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") on 10 January 2020.

The condensed consolidated financial statements are presented in thousands of Hong Kong Dollar ("**HK$'000**"), unless otherwise stated.

2. BASIS OF PREPARATION

The condensed consolidated financial statements of the Group have been prepared in accordance with Hong Kong Accounting Standard ("**HKAS**") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants ("**HKICPA**") and the applicable disclosure requirements of Appendix D2 to the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**").

The condensed consolidated financial information has been prepared in accordance with the same accounting policies adopted in the Group's consolidated financial statements for the year ended 31 December 2025 (the "**2025 financial statements**"). The condensed consolidated financial information and notes thereon do not include all of the information required for the preparation of a full set of financial statements in accordance with the HKFRS Accounting Standards as issued by the HKICPA, and should be read in conjunction with the 2025 financial statements.

3. ADOPTION OF NEW AND AMENDED STANDARDS

(a) Amended standards adopted by the Group

The Group has adopted the following amended standards for the first time for the current reporting period beginning 1 January 2026:

HKFRS 9 and HKFRS 7 (Amendments)	Classification and Measurement of Financial Instruments
HKFRS 1, HKFRS 7, HKFRS 9, HKFRS 10 and HKAS 7	Annual Improvements to HKFRS Accounting Standards – Volume 11
HKFRS 9 and HKFRS 7 (Amendments)	Contracts Referencing Nature-dependent Electricity

The amended standards did not have material impact on the Group's accounting policies and did not require any adjustments.

(b) New and amended standards and interpretation issued but not yet adopted by the Group

The following new and amended standards and interpretation that are not effective for period commencing on 1 January 2026 and have not been early adopted by the Group:

		Effective for accounting period beginning on or after
HKFRS 18	Presentation and Disclosure in Financial Statements	1 January 2027
HKFRS 19	Subsidiaries without Public Accountability: Disclosures	1 January 2027
HKFRS 19 (Amendments)	Subsidiaries without Public Accountability: Disclosures	1 January 2027
Hong Kong Interpretation 5 (Amendments)	Presentation of Financial Statements – Classification by the Borrower of a Term Loan that Contains a Repayment on Demand Clause	1 January 2027
HKFRS 10 and HKAS 28 (Amendments)	Sale or Contribution of Assets Between an Investor and its Associate or Joint Venture	To be determined

Except for new HKFRS 18 mentioned below, the Group is commencing an assessment of the impact of these new or amended standards and interpretation, certain of which are relevant to the Group's operations. According to the preliminary assessment made by the Group, no material impact on the financial performance and position of the Group in the current or future reporting period and on foreseeable future transactions is expected when they become effective.

HKFRS 18 "Presentation and Disclosure in Financial Statements"

HKFRS 18 sets out requirements on presentation and disclosures in financial statements and it will replace HKAS 1 Presentation of Financial Statements. The new standard introduces new requirements to present specified categories and defined subtotals in the statement of profit or loss; provide disclosures on management-defined performance measures in the notes to the financial statements and improve aggregation and disaggregation of information to be disclosed in the financial statements. Minor amendments to HKAS 7 Statement of Cash Flows are also made. HKFRS 18 will be effective for annual periods beginning on or after 1 January 2027, with early application permitted. The Group does not plan to early adopt HKFRS 18. HKFRS 18 will impact the presentation of financial statements, and is not expected to have significant impact on the financial performance and position of the Group.

4. REVENUE AND SEGMENT INFORMATION

The Company is an investment holding company and the Group is principally engaged in the manufacturing and sales of electronic products.

The chief operating decision maker has been identified as the Chief Executive Officer ("**CEO**") of the Company. The CEO reviews the Group's internal reporting in order to assess performance and allocate resources. The CEO has determined the operating segment based on these reports.

The CEO considers the Group's operation from a business perspective and determines that the Group has one reportable operating segment being manufacturing and sales of electronic products.

The CEO assesses the performance of the operating segment based on a measure of revenue and gross profit.

During the six months ended 30 June 2026 and 2025, all of the Group's revenues were from contracts with customers and were recognised at a point in time.

(a) Revenue from major customers who have individually contributed to 10% or more of the total revenue of the Group

	Six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Customer A	**N/A***	77,196
Customer B	**52,513**	72,131
Customer C	**37,594**	N/A*

* The corresponding customers did not contribute over 10% of the total revenue of the Group for the denoted periods.

(b) Segment revenue by customers' geographical location

The Group's revenue by geographical location, which is determined by the delivery location, is as follows:

	Six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
United States	**200,242**	174,410
Chinese Mainland	**24,496**	71,068
Philippines	**20,017**	111,255
Lithuania	**19,701**	–
Switzerland	**13,282**	14,998
Germany	**5,957**	11,079
Singapore	**5,032**	3,926
Mexico	**4,578**	3,074
United Kingdom	**4,458**	6,271
Netherlands	**3,130**	1,796
Others	**10,810**	71,981
	311,703	469,858

(c) Details of contract liabilities

	30 June	31 December
	2026	2025
	(Unaudited)	(Audited)
	HK$'000	*HK$'000*
Contract liabilities *(Notes)*	**21,038**	26,645

Notes:

(i) Contract liabilities represent advanced payments received from the customers for goods of which the controls have not yet been transferred to the customers.

(ii) Unsatisfied performance obligation

As at 30 June 2026, all performance obligations not yet satisfied by the Group were from contracts with original expected duration of less than one year. Therefore, as permitted by the relevant practical expedient under HKFRS 15, the transaction price allocated to these unsatisfied performance obligations were not disclosed.

(d) Non-current assets by geographical location

The total amounts of non-current assets, other than financial instruments and deferred tax assets, of the Group as at 30 June 2026 and 31 December 2025 are located in the following regions:

	30 June 2026 (Unaudited) ***HK$'000***	31 December 2025 (Audited) *HK$'000*
Hong Kong	**4,790**	7,068
Chinese Mainland	**62,989**	76,365
	67,779	83,433

5. OTHER (LOSSES)/GAINS, NET AND OTHER INCOME

(a) Other (losses)/gains, net

	Six months ended 30 June	
	2026 (Unaudited) ***HK$'000***	2025 (Unaudited) *HK$'000*
Loss on disposal of properties, plant and equipment	**(541)**	(142)
Gain on disposal of a joint venture	**–**	730
Exchange (losses)/gains	**(2,520)**	5,833
Gain on fair value changes of financial asset at FVTPL *(Note)*	**–**	23,228
	(3,061)	29,649

Note: The fair value changes in financial asset at FVTPL for the six months ended 30 June 2025 arose from re-measurement of the investment in convertible bonds issued by Talentone Technology Limited at the maturity date at their fair value pursuant to the applicable accounting standards.

(b) Other income

	Six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Government grants	**102**	202
Others	**22**	42
	124	244

6. FINANCE COSTS, NET

	Six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Interest income on bank deposits and convertible bonds	**(1,893)**	(3,127)
Finance income	**(1,893)**	(3,127)
Interest expenses on bank borrowings	**1,826**	3,677
Interest expenses on lease liabilities	**925**	1,762
Finance costs	**2,751**	5,439
Finance costs, net	**858**	2,312

7. INCOME TAX EXPENSE

Pursuant to the enactment of two-tiered profits tax rates by the Inland Revenue Department of Hong Kong from the year of assessment 2019/20 onwards, the first HK$2 million of assessable profits for the Group's subsidiary in Hong Kong under Hong Kong profits tax is subject to a tax rate of 8.25%. The remaining assessable profits above HK$2 million will continue to be subject to a tax rate of 16.5%.

During the six months ended 30 June 2026 and 2025, Hong Kong profits tax of the qualified subsidiary of the Group is calculated in accordance with the two-tiered profits tax rates regime.

During the six months ended 30 June 2026 and 2025, the Group's subsidiary in the PRC is subject to corporate income tax ("**CIT**") at a standard rate of 25%.

	Six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Current income tax expense	**–**	1,632
Deferred income tax	**719**	(113)
Income tax expense	**719**	1,519

8. DIVIDENDS

The Directors do not recommend the payment of an interim dividend for the six months ended 30 June 2026 and 2025.

9. (LOSS)/EARNINGS PER SHARE

The basic (loss)/earnings per share is calculated by dividing the (loss)/profit attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the respective periods.

	Six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
(Loss)/profit for the period attributable to equity holders of the Company *(HK$'000)*	**(54,578)**	14,338
Weighted average number of ordinary shares in issue *('000)*	**100,000**	100,000
Basic and diluted (loss)/earnings per share *(HK cents)*	**(54.58)**	14.34

There was no difference between the basic and diluted (loss)/earnings per share as there were no potential dilutive ordinary shares outstanding throughout both periods.

10. TRADE RECEIVABLES

(a) As at 30 June 2026 and 31 December 2025, the carrying amounts of trade receivables approximated their fair values, which were as follows:

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
	HK$'000	*HK$'000*
Trade receivables	**108,301**	164,228
Less: Provision for impairment of trade receivables	**(73)**	(6,432)
	108,228	157,796

The Group's sales are made on credit terms ranging from 15 to 120 days.

(b) As at 30 June 2026 and 31 December 2025, the aging analysis of trade receivables, net of impairment, based on invoice date, were as follows:

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
	HK$'000	*HK$'000*
Within 1 month	**54,870**	92,320
1 to 2 months	**30,343**	42,745
2 to 3 months	**18,813**	18,256
Over 3 months	**4,202**	4,475
	108,228	157,796

(c) As at 30 June 2026 and 31 December 2025, the aging analysis of trade receivables, net of impairment, based on payment due date, were as follows:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
	HK$'000	*HK$'000*
Current and due within 1 month	**104,015**	152,450
1 to 2 months	**1,558**	3,920
2 to 3 months	**504**	906
Over 3 months	**2,151**	520
	108,228	157,796

11. TRADE PAYABLES

(a) As at 30 June 2026 and 31 December 2025, the aging analysis of trade payables, based on invoice date, were as follows:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
	HK$'000	*HK$'000*
Within 1 month	**87,395**	98,708
1 to 2 months	**38,139**	35,527
2 to 3 months	**20,066**	26,603
Over 3 months	**15,310**	35,666
	160,910	196,504

As at 30 June 2026 and 31 December 2025, the carrying amounts of trade payables approximated their fair values.

(b) As at 30 June 2026 and 31 December 2025, the aging analysis of trade payables, based on payment due date, were as follows:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
	HK$'000	*HK$'000*
Current and due within 1 month	**153,707**	180,455
1 to 2 months	**1,894**	9,963
2 to 3 months	**1,908**	1,432
Over 3 months	**3,401**	4,654
	160,910	196,504

12. BANK BORROWINGS

	30 June 2026 (Unaudited) *HK$'000*	31 December 2025 (Audited) *HK$'000*
Bank borrowings – repayable on demand	**61,154**	98,652

Without taking into account the repayable on demand clauses, the bank borrowings were repayable as follows:

	30 June 2026 (Unaudited) *HK$'000*	31 December 2025 (Audited) *HK$'000*
Within 1 year	**61,154**	98,652

As at 30 June 2026 and 31 December 2025, certain Group's bank borrowings and banking facilities were secured through the undertakings given by Mr. Raymond Chu, an executive director and Controlling Shareholder of the Company, and Mr. Wilson Chu, a Controlling Shareholder of the Company. The undertakings given by Mr. Raymond Chu and Mr. Wilson Chu stipulate that for so long as these bank facilities are available to the Company, Mr. Raymond Chu and Mr. Wilson Chu undertake to (i) notify the bank before pledging their shares of the Company; if their shares are pledged, a facility review of the Company will be triggered, and (ii) at all times collectively maintain at least 51% of the beneficial shareholding interest in the Company and collectively remain the single largest shareholder of the Company.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS AND FINANCIAL REVIEW

The Group recorded revenue of approximately HK$311.7 million for the first half of 2026 (first half of 2025: approximately HK$469.9 million), reflecting a decrease of approximately HK$158.2 million, or approximately 33.7%. For the first half of 2026, our products were shipped to over 21 (first half of 2025: 25) countries and regions. The U.S. continued to be our largest market, which contributed to approximately HK$200.2 million (first half of 2025: approximately HK$174.4 million), or approximately 64.2% (first half of 2025: approximately 37.1%) of our total revenue. Gross profit amounted to approximately HK$37.0 million (first half of 2025: approximately HK$78.7 million), representing a decrease of approximately HK$41.7 million, or approximately 53.0%, while the gross profit margin decreased from 16.8% for the first half of 2025 to 11.9% for the first half of 2026. The decrease in the revenue and the gross profit of the Group in the first half of 2026 as compared to the corresponding period in 2025 was mainly attributable to a reduction in customer orders and higher cost of sales ratio. Prolonged geopolitical tensions and persistent macroeconomic uncertainties continued to weigh on consumer confidence across the Group's key end-markets, resulting in a noticeable softening in customer demand. Meanwhile, the costs of raw materials and electronic components rose significantly, driven by geopolitical tensions and volatile oil prices and further compounded by robust global demand from the rapidly expanding artificial intelligence and electric vehicle sectors. This heightened competition for critical materials led to supply constraints and substantially higher supplier prices, which directly increased the Group's cost of production as a proportion of revenue and exerted pressure on its gross profit margin.

To reduce the borrowing costs, measures have been taken to lower bank borrowings by HK$37.5 million, or approximately 38.0% from approximately HK$98.7 million as at 31 December 2025 to approximately HK$61.2 million as at 30 June 2026. In the meantime, a more proactive approach to debt collection has been implemented in the trade receivable management, which has resulted in a decrease of HK$49.6 million, or approximately 31.4% from approximately HK$157.8 million as at 31 December 2025 to approximately HK$108.2 million as at 30 June 2026. In response to the ongoing macroeconomic uncertainties and rising raw material prices, the Group has remained prudent by moderating the procurement activities.

Selling, distribution and administrative expenses amounted to approximately HK$87.1 million (first half of 2025: approximately HK$89.7 million), reflecting a decrease of approximately HK$2.6 million. This decrease was mainly attributable to the decrease in employee benefit costs and remuneration paid to key management of the Group.

Net finance costs decreased by approximately HK$1.4 million, or approximately 60.9% from approximately HK$2.3 million for the first half of 2025 to approximately HK$0.9 million for the first half of 2026. The decrease was mainly due to the Group's deleveraging strategy and strategic debt management, which resulted in a reduction in the utilization of the Group's bank borrowings from approximately HK$98.7 million as at 31 December 2025 to approximately HK$61.2 million as at 30 June 2026. Furthermore, due to the Group's effective treasury management, interest income on bank deposits has fully covered interest expenses on bank borrowings for the first half of 2026. This resulted in a net interest income of approximately HK$67,000, marking a turnaround from net interest expenses of approximately HK$550,000 recorded in the first half of 2025 and representing an improvement of 112.2%.

As a result of the foregoing, loss for the period attributable to equity holders of the Company for the first half of 2026 amounted to approximately HK$54.6 million (first half of 2025: profit of approximately HK$14.3 million).

PROSPECTS

As we enter the second half of 2026, the Group remains committed to navigating a dynamic and challenging global environment. Our operational resilience is underpinned by prudent cost management, ongoing debt reduction, and continued execution of our "China Plus One" manufacturing strategy. This strategy has been strengthened by the successful ramp-up of production at our Batam facility in Indonesia, which enhances our ability to serve key international accounts – particularly in the US market – by providing expanded operational flexibility amid persistent trade headwinds.

Despite our strategic position, several macroeconomic and geopolitical factors continue to weigh on our operating environment. Ongoing uncertainties surrounding US-China tariffs remain a major source of market friction. Reduced clarity around trade policies has led customers to exercise heightened caution, delaying or reducing orders, directly impacting our revenue visibility and product-mix dynamics. In addition, geopolitical tensions, including those related to Ukraine, Gaza, and escalating hostilities in the Middle East, continue to disrupt cross-border logistics and global supply chains. The global economic outlook remains volatile, with high raw material and component prices and energy market fluctuations continuing to compress gross margins. In parallel, the appreciation of the Renminbi against the US dollar continues to increase operating expenses for our Chinese Mainland manufacturing facilities. Furthermore, inflationary pressures and broader macroeconomic instability have weakened consumer confidence, leading to cautious demand across our primary target markets.

In response, the Group is reinforcing internal controls and implementing structural optimizations. This includes consolidating manufacturing facilities to improve footprint efficiency, reduce fixed overheads, and optimize structural operating costs. Given the rising input costs and fluctuating demand, management maintains a conservative approach to procurement and inventory management, while strictly enforcing trade receivables policies. The Group also continues its strategic debt management. Total bank borrowings have been substantially reduced from approximately HK$98.7 million as at 31 December 2025 to approximately HK$61.2 million as at 30 June 2026. In addition, through effective treasury management, interest income on bank deposits fully covered total bank borrowing interest expenses for the first half of 2026.

Looking ahead, while the remainder of 2026 will remain challenging, the Group will focus on expanding its client portfolio, diversifying production capabilities, and maintaining operational discipline. With a strengthened balance sheet and a flexible global supply chain footprint, management is well positioned to protect core profitability, navigate market volatility, and capture long-term strategic opportunities.

LIQUIDITY AND FINANCIAL RESOURCES

The Group funded its liquidity and capital requirements primarily through a combination of internally generated funds from its operating activities and bank borrowings. As at 30 June 2026, the Group's bank borrowings were approximately HK$61.2 million (31 December 2025: approximately HK$98.7 million) while the Group's cash and cash equivalents and term deposits with original maturity over three months were approximately HK$195.1 million (31 December 2025: approximately HK$264.6 million).

As at 30 June 2026, the Group's total net cash (comprising term deposits with original maturity over three months and cash and cash equivalents less borrowings) amounted to approximately HK$133.9 million (31 December 2025: approximately HK$165.9 million) while its total equity amounted to approximately HK$135.7 million (31 December 2025: approximately HK$189.5 million). As the Group maintained a net cash position as at 30 June 2026 and 31 December 2025, no gearing ratio was presented. The net gearing ratio is calculated as total borrowings net of cash and cash equivalents and term deposits with original maturity over three months divided by total equity and multiplied by 100%.

The Group has adequate liquidity to meet its current and future working capital requirements.

CAPITAL EXPENDITURES AND COMMITMENTS

For the six months ended 30 June 2026, the Group incurred total capital expenditures of HK$2.7 million for additions of properties, plant and equipment and intangible assets.

As at 30 June 2026, the Group had capital commitments in relation to the purchase of plant and machinery, contracted but not provided for in the amount of HK$0.5 million.

CONTINGENT LIABILITIES

As at 30 June 2026, to the best knowledge of the Board, the Group was not involved in any legal proceeding pending or threatened against the Group which could have a material adverse effect on the Group's business or operations. Besides, the Group did not have any significant contingent liabilities as at 30 June 2026 (as at 30 June 2025: nil).

CHARGES ON ASSETS

As at 30 June 2026, there were no charges over the assets of the Group (as at 30 June 2025: nil).

FOREIGN EXCHANGE AND RISK MANAGEMENT

The Group operates in Hong Kong and the PRC and is exposed to foreign exchange risk arising primarily with respect to the United States dollars ("**USD**") and Chinese Renminbi ("**RMB**"). Most of the Group's sales proceeds are received in USD and some of the Group's purchases and operating expenses are denominated in RMB. The Group closely monitors its overall foreign exchange exposure from time to time and will adopt a proactive but prudent approach to minimize the relevant exposures.

INTERIM DIVIDEND

The Board does not recommend the payment of any interim dividend for the six months ended 30 June 2026 (for the six months ended 30 June 2025: nil).

CAPITAL STRUCTURE

The shares of the Company were listed on the Main Board of the Stock Exchange on 10 January 2020. As at 30 June 2026, the Company's total number of issued shares was 100,000,000 of HK$0.2 each (30 June 2025: 100,000,000 shares of HK$0.2 each).

As at 30 June 2026, the Group's capital structure consists of bank borrowings and equity attributable to equity holders of the Company, comprising issued share capital and reserves. There was no material change in capital structure of the Group during the six months ended 30 June 2026.

MATERIAL EVENT AFTER THE REPORTING PERIOD

Save as disclosed in this announcement, there were no significant events after 30 June 2026 which have material effect on the Group.

SIGNIFICANT INVESTMENTS, MATERIAL ACQUISITION AND DISPOSAL OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

The Group did not have any significant investments, material acquisition or disposal of subsidiaries, associates or joint ventures during the six months ended 30 June 2026.

The Group did not make or hold any significant investments (including any investment with a value of 5% or more of the Group's total assets as at 30 June 2026) during the six months ended 30 June 2026.

EMPLOYEES

As at 30 June 2026, the Group employed approximately 1,250 (31 December 2025: 1,300) employees in Hong Kong and the PRC. Total staff costs for the six months ended 30 June 2026 amounted to HK$99.7 million (for the year ended 31 December 2025: HK$221.0 million). The Group adopts a remuneration policy which is commensurate with job nature, qualification and experience of employees. In addition to the provision of annual bonuses and employee related insurance benefits, discretionary bonuses are also rewarded to employees based on individual performance. The remuneration packages and policies are reviewed periodically. The Group also provides in-house and external training programs to its employees. The emoluments of the Directors are decided by the Board and the remuneration committee of the Company having regard to the Group's operating results, individual performance and comparable market statistics.

The Group has also adopted a share option scheme on 10 December 2019 for the purpose of providing incentives to eligible participants of the scheme, including Directors, full-time employees and advisers and consultants to the Group. No share option was granted during the six months ended 30 June 2026 and, as at 30 June 2026, there was no outstanding option granted under the scheme.

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

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities during the six months ended 30 June 2026 (including sales of treasury shares (as defined in the Listing Rules)). As at 30 June 2026, there was no treasury shares held by the Company or its subsidiaries.

CORPORATE GOVERNANCE

The Company had adopted and complied with all applicable code provisions of the Corporate Governance Code (the "**CG Code**") as set out in Appendix C1 to the Listing Rules throughout the six months ended 30 June 2026 except for code provision C.2.1.

Under code provision C.2.1 of the CG Code, the roles of chairman and chief executive officer should be separate and should not be performed by the same individual. The Company has deviated from this code provision as Mr. Raymond Chu has acted as both the Chairman and Chief Executive Officer of the Company since 30 September 2021.

Considering that Mr. Raymond Chu is the founder of the Group and possesses the expertise and extensive experience in the electronics manufacturing services industry conducive to the Company's development, coupled with Mr. Raymond Chu's responsibility in major decision-making concerning the Group's daily management and business, the Board believes that both the roles of Chairman and Chief Executive Officer being assumed by Mr. Raymond Chu can provide the Group with strong and consistent leadership and allow for effective development of long-term business strategies and efficient execution of business decisions and plans.

The Board also believes that the balance of authority is adequately ensured as the Board currently comprises three independent non-executive Directors who offer different independent perspectives. At the same time, all major decisions of the Company are made in consultation with members of the Board as well as the senior management. Therefore, the Board is of the view that the current organizational structure of the Company is in the interests of the Company and the shareholders of the Company as a whole, and there is adequate balance of power and safeguards in place. The Board will nevertheless review the organizational structure of the Company and composition of the Board from time to time in light of prevailing circumstances in order to maintain a high standard of corporate governance practices of the Company.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") as set out in Appendix C3 to the Listing Rules as its own securities dealing code to regulate all dealings by the Directors in the securities of the Company and other matters covered by the Model Code.

Having made specific enquiry to all Directors, all Directors confirmed that they had complied with the required provisions set out in the Model Code throughout the six months ended 30 June 2026.

AUDIT COMMITTEE

The audit committee of the Company (the "**Audit Committee**"), comprising three independent non-executive Directors, namely Ms. Lo Wing Yan Emmy (chairperson of the Audit Committee), Mr. Lee Wa Lun Warren and Mr. Szeto Yuk Ting. The Audit Committee has reviewed the accounting principles and practices adopted by the Group and discussed risk management, internal control and financial reporting matters with the management including a review of the unaudited condensed consolidated financial statements and the interim results of the Group for the six months ended 30 June 2026.

PUBLICATION OF INTERIM RESULTS AND INTERIM REPORT

This announcement is published on the Company's website at ***www.wiseally.com.hk*** and the Stock Exchange's website at ***www.hkexnews.hk***. The 2026 interim report will be dispatched to the shareholders of the Company and will be available on the above websites in due course.

By Order of the Board
Wise Ally International Holdings Limited
Chu Wai Hang Raymond
Chairman, Executive Director and Chief Executive Officer

Hong Kong, 26 August 2026

As at the date of this announcement, the executive directors of the Company are Mr. Chu Wai Hang Raymond, Mr. Chu Man Yin Arthur Newton, Mr. Lau Shui Fung and Mr. Wei Andrew Yick Siu; and the independent non-executive directors of the Company are Mr. Lee Wa Lun Warren, Ms. Lo Wing Yan Emmy and Mr. Szeto Yuk Ting.