



GoldenPower[®]

Golden Power Group Holdings Limited

金力集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)

Stock Code : 3919

**2025
INTERIM
REPORT**

FINANCIAL HIGHLIGHTS

- The Group recorded an unaudited revenue of approximately HK\$159.20 million for the six months ended 30 June 2025 (six months ended 30 June 2024: approximately HK\$157.55 million), representing an increase of approximately 1.05% over the same period in 2024.
- The unaudited loss attributable to the equity shareholders of the Company for the six months ended 30 June 2025 was approximately HK\$3.16 million, as compared to an unaudited loss attributable to the equity shareholders of the Company for the six months ended 30 June 2024 of approximately HK\$2.87 million. The loss for the Period is attributable to the decrease in gross profit.
- The gross profit margin decreased by approximately 5.07 percentage points from approximately 24.67% for the six months ended 30 June 2024 to approximately 19.60% for the Period. The decrease in gross profit margin was due to the increase in the raw material costs as a result of the fluctuation of global commodity prices and increase in production costs as a result of the appreciation of Renminbi against Hong Kong dollar during the Period.
- The basic loss per share for the six months ended 30 June 2025 was HK(11.37) cents (six months ended 30 June 2024: basic loss per share of HK(10.61) cents (restated)).
- The Board resolved not to declare an interim dividend for the six months ended 30 June 2025 (six months ended 30 June 2024: nil).

INTERIM RESULTS

The board (the “**Board**”) of directors (the “**Director(s)**”) of Golden Power Group Holdings Limited (the “**Company**”) hereby presents the unaudited condensed consolidated interim results (the “**Results**”) of the Company and its subsidiaries (collectively, the “**Group**”) for the six months ended 30 June 2025 (the “**Period**”) together with the corresponding comparative figures of the six months ended 30 June 2024 as follows:

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the six months ended 30 June 2025

		For the six months ended 30 June	
	Notes	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Revenue	5	159,200	157,548
Cost of sales		(127,992)	(118,687)
Gross profit		31,208	38,861
Other revenue		3,352	2,066
Other gains (losses) — net		3,724	(3,035)
Selling expenses		(9,607)	(9,564)
General and administrative expenses		(26,958)	(25,161)
Finance costs		(5,365)	(6,298)
Loss before income tax	6	(3,646)	(3,131)
Income tax credit	7	391	266
Loss for the period		(3,255)	(2,865)

		For the six months ended 30 June	
	Note	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Loss for the period		(3,255)	(2,865)
Other comprehensive income/ (loss)			
Items that may be reclassified subsequently to profit or loss:			
Exchange differences arising on translation of financial statements of foreign operations		1,866	(1,232)
Other comprehensive income/ (loss) for the period, net of tax		1,866	(1,232)
Total comprehensive loss for the period		(1,389)	(4,097)
Loss for the period attributable to:			
Equity shareholders of the Company		(3,155)	(2,865)
Non-controlling interests		(100)	—
		(3,255)	(2,865)
Total comprehensive loss for the period attributable to:			
Equity shareholders of the Company		(1,289)	(4,097)
Non-controlling interests		(100)	—
		(1,389)	(4,097)
Loss per Share (HK cents)	8		(restated)
— Basic		11.37	10.61
— Diluted		N/A	N/A

Condensed Consolidated Statement of Financial Position

As at 30 June 2025

	Notes	At 30 June 2025 HK\$'000 (unaudited)	At 31 December 2024 HK\$'000 (audited)
Non-current assets			
Property, plant and equipment	10	363,625	352,404
Investment properties		87,000	87,000
Intangible assets		13,272	13,572
Prepaid land lease payments		3,370	3,366
Right-of-use assets		3,212	4,967
Deposits paid for acquisition of property, plant and equipment		15,876	17,119
Pledged deposit		1,000	2,800
Deferred tax assets		11,498	9,574
		498,853	490,802
Current assets			
Inventories		58,930	51,764
Trade and bill receivables	11	59,384	44,391
Deposits, prepayments and other receivables		39,101	32,312
Income tax recoverable		297	143
Pledged time deposit		5,184	5,160
Cash and bank balances		13,353	31,493
		176,249	165,263
Current liabilities			
Bank overdraft, secured		—	4,129
Trade payables	12	148,982	129,994
Other payables and accruals		19,895	19,414
Contract liabilities		2,631	2,957
Bank and other borrowings		143,521	186,805
Lease liabilities		2,411	3,612
Income tax payable		2,009	19
		319,449	346,930
Net current liabilities		(143,200)	(181,667)

	Note	At 30 June 2025 HK\$'000 (unaudited)	At 31 December 2024 HK\$'000 (audited)
Total assets less current liabilities		355,653	309,135
Non-current liabilities			
Bank and other borrowings		59,110	15,552
Lease liabilities		779	1,314
Deferred tax liabilities		5,569	5,420
		65,458	22,286
Net assets		290,195	286,849
Capital and reserves			
Share capital	14	6,480	5,400
Reserves		283,515	281,149
Total equity attributable to equity shareholders of the Company		289,995	286,549
Non-controlling interests		200	300
Total equity		290,195	286,849

Condensed Consolidated Statement of Cash Flows

For the six months ended 30 June 2025

	For the six months ended 30 June	
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Net cash (used in)/generated from operating activities	(6,021)	21,761
Net cash used in investing activities	(7,741)	(5,898)
Net cash used in financing activities	(2,115)	(15,326)
Net (decrease) increase in cash and cash equivalents	(15,877)	537
Cash and cash equivalents as at the beginning of the period	27,364	24,069
Effect of foreign exchange rate changes	1,866	(1,232)
Cash and cash equivalents as at the end of the period	13,353	23,374
Cash and cash equivalents as at the end of the period comprise:		
Cash and bank balances	13,353	23,374

Condensed Consolidated Statement of Changes in Equity

For the six months ended 30 June 2025

	Attributable to equity shareholders of the Company							Non-controlling interests	Total equity
	Share capital HK\$'000	Share premium HK\$'000	Statutory reserve HK\$'000	Exchange reserve HK\$'000	Capital reserve HK\$'000	Property revaluation reserve HK\$'000	Retained profits HK\$'000	Subtotal HK\$'000	
At 1 January 2024 (audited)	5,400	141,253	5,914	(4,140)	29,819	51,697	64,896	294,839	294,839
Loss for the period	—	—	—	—	—	—	(2,865)	(2,865)	(2,865)
Exchange differences arising on translation of financial statements of foreign operations	—	—	—	(1,232)	—	—	—	(1,232)	(1,232)
Total comprehensive loss for the period	—	—	—	(1,232)	—	—	(2,865)	(4,097)	(4,097)
At 30 June 2024 (unaudited)	5,400	141,253	5,914	(5,372)	29,819	51,697	62,031	290,742	290,742
At 1 January 2025 (audited)	5,400	141,253	5,914	(6,058)	29,819	51,697	58,524	286,549	286,849
Loss for the period	—	—	—	—	—	—	(3,155)	(3,155)	(3,255)
Exchange differences arising on translation of financial statements of foreign operations	—	—	—	1,866	—	—	—	1,866	1,866
Total comprehensive loss for the period	—	—	—	1,866	—	—	(3,155)	(1,289)	(1,389)
Issue of shares (Note 14)	1,080	3,655	—	—	—	—	—	4,735	4,735
At 30 June 2025 (unaudited)	6,480	144,908	5,914	(4,192)	29,819	51,697	55,369	289,995	290,195

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. General

The Company was incorporated in the Cayman Islands on 7 June 2012 as an exempted company with limited liability under the Companies Law (as revised) of the Cayman Islands. The registered office of the Company is located at Windward 3, Regatta Office Park, P.O. Box 1350, Grand Cayman KY1-1108, Cayman Islands. The headquarters and principal place of business of the Company in Hong Kong are located at Flat C, 20/F, Block 1, Tai Ping Industrial Centre, 57 Ting Kok Road, Tai Po, New Territories, Hong Kong. The shares in the share capital of the Company (the “**Share(s)**”) had been listed and traded on the GEM of the Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) since 5 June 2015 (the “**Listing Date**”) and were successfully transferred to the Main Board of the Stock Exchange (the “**Transfer of Listing**”) on 10 November 2017.

The Group is principally engaged in the manufacture and sale of a broad range of batteries for various electronic devices to the People’s Republic of China (the “**PRC**” or “**China**”), Hong Kong and international markets under both its own brand “Golden Power” and the brands of its private label and OEM customers. The products are mainly categorised into two segments, namely (i) disposable batteries; and (ii) rechargeable batteries and other battery-related products. The disposable batteries are categorised into two sub-segments, namely (i) cylindrical batteries; and (ii) micro-button cells. Other battery-related products include battery chargers, battery power packs and electric fans.

The Group manufactures and sells different battery models in different sizes which can be applied to a wide range of electronic devices, such as battery-operated toys, watches and clocks, remote controls, alarms, healthcare products and calculators. With the policies and regulations in the European Union and the PRC, the trend in the global battery market evolving towards hazardous substance-free batteries has continued. The Group has therefore developed hazardous substance-free batteries under the Group’s “ecototal” series which are mercury-free, cadmium-free and lead-free.

2. Basis of preparation of financial statements

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

The Interim Financial Statements should be read in conjunction with the 2024 annual financial statements. The accounting policies and methods of computation used in the preparation of the Interim Financial Statements are consistent with those used in the annual financial statements for the year ended 31 December 2024, except for the adoption of the new and revised HKFRS Accounting Standards (which include Hong Kong Financial Reporting Standards (“**HKFRSs**”), Hong Kong Accounting Standards (“**HKASs**”) and Interpretations) issued by the HKICPA that are initially adopted for the current periods financial statements.

- (1) The Group has initially adopted the following revised HKFRS Accounting Standards for the financial period beginning on or after 1 January 2025:

Amendments to HKAS 21	Lack of Exchangeability
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The adoption of the amendments to HKFRS Accounting Standards did not have any significant financial impacts on the Interim Financial Statements.

- (2) The HKICPA has issued certain new and revised HKFRS Accounting Standards. For those which are not yet effective and have not been early adopted in prior and current accounting periods, the Group is in the process of assessing their impact on the Group’s results and financial position.

- (b) When preparing the Results, the Group's ability to continue as a going concern has been assessed. These Interim Financial Statements have been prepared by the Directors on a going concern basis notwithstanding that the Group incurred a net loss of approximately HK\$3.3 million for the six months ended 30 June 2025 and at that date, the Group had net current liabilities of HK\$143.20 million. The Results have been prepared on a going concern basis due to the reasons that (i) as at 30 June 2025, the Group had unutilised banking facilities of HK\$21.77 million; (ii) subsequent to the end of the reporting period, the Group has successfully rolled over the bank borrowings with an aggregate principal amount of approximately HK\$39.30 million maturing on or before the date when the Interim Financial Statements are authorised for issuance; (iii) for the borrowings which will be maturing within one year, the Group will actively negotiate with the banks before they fall due to secure their renewals so as to ensure the Group will have necessary funds to meet the Group's working capital and financial requirements in the future. The Directors do not expect to experience significant difficulties in renewing these borrowings upon their maturities and there is no indication that its bankers will not renew the existing facilities upon the Group's request. The Directors have evaluated the relevant facts available to them and are of the opinion that the Group would be able to renew such borrowings upon maturities; (iv) given the Group maintained strong business relationship with its bankers and based on past experiences, the Directors expect that the Group is able to renew all the banking facilities when they expire; and (v) the Group, from time to time, reviews the portfolio of investment properties and may adjust the investment strategies in order to enhance the cash flow position of the Group whenever it is necessary.

After taking into consideration of the above factors and funds expected to be generated internally from operations based on the Directors' estimation on the future cash flows of the Group, the Directors are satisfied that the Group will have sufficient financial resources to meet its financial obligations as they fall due in the foreseeable future and consider that it is appropriate for the Results to be prepared on a going concern basis because there is no material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern.

Should the Group be unable to continue in business as a going concern, adjustments would have to be made to restate the value of assets to their recoverable amounts, to reclassify non-current assets and non-current liabilities as current assets and current liabilities respectively and to provide for any further liabilities which might arise.

3. Critical accounting estimates and judgement

In preparing the Interim Financial Statements, 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 for the year ended 31 December 2024.

4. Segment information

For the purposes of assessing segment performance and allocating resources, the Group's senior executive management monitors the results attributable to each reportable segment. Revenue and expenses are allocated to the reportable segments with reference to sales generated by the respective segments and the expenses incurred by the respective segments or which otherwise arise from the depreciation or amortisation of assets attributable to the respective segments. The measure used for reporting segment result is gross profit. A measurement of segment assets and liabilities is not provided regularly to the Group's senior executive management and accordingly, no segment assets and liabilities information is presented.

For the six months ended 30 June 2025 (unaudited)	Cylindrical batteries HK\$'000	Micro-button cells HK\$'000	Rechargeable batteries and other battery- related products HK\$'000	Total HK\$'000
Segment revenue	111,144	46,490	1,566	159,200
Segment results	11,273	19,215	720	31,208
Unallocated other revenue				3,352
Unallocated other gains — net				3,724
Unallocated corporate expenses				(36,565)
Finance costs				(5,365)
Loss before income tax				(3,646)
Income tax credit				391
Loss for the period				(3,255)

For the six months ended 30 June 2024 (unaudited)	Cylindrical batteries HK\$'000	Micro-button cells HK\$'000	Rechargeable batteries and other battery-related products HK\$'000	Total HK\$'000
Segment revenue	105,891	49,606	2,051	157,548
Segment results	15,347	22,799	715	38,861
Unallocated other revenue				2,066
Unallocated other loss — net				(3,035)
Unallocated corporate expenses				(34,725)
Finance costs				(6,298)
Loss before income tax				(3,131)
Income tax credit				266
Loss for the period				(2,865)

5. Revenue

Geographical information

	For the six months ended 30 June	
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Hong Kong	13,954	13,242
Asia (except the PRC and Hong Kong)	29,383	31,350
Australia	4,464	4,325
The PRC	46,850	44,471
Europe (except Eastern Europe)	31,305	30,980
Eastern Europe	9,879	13,058
Middle East	321	275
North America	21,167	15,017
South America	1,864	4,830
Africa	13	—
	159,200	157,548

6. Loss before income tax

	For the six months ended 30 June	
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Loss before income tax is arrived at after charging:		
Finance costs		
Bank loans interest	3,772	5,285
Interest on import loans	1,445	865
Interest on lease liabilities	80	125
Bank overdraft interest	68	23
Total interest expenses	5,365	6,298
Other items		
Depreciation of property, plant and equipment	7,325	6,106
Depreciation of right-of-use assets	1,650	1,891
Cost of inventories recognised as expenses	127,992	118,687

7. Income tax credit

	For the six months ended 30 June	
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Current tax — Hong Kong profits tax		
Provision for the period	850	447
Current tax — PRC enterprise income tax ("EIT")		
Provision for the period	292	(653)
	1,142	(206)
Deferred taxation	(1,533)	(60)
Income tax credit	(391)	(266)

Pursuant to Hong Kong and PRC rules and regulations, the Group entities incorporated in Hong Kong and the PRC are subject to Hong Kong profits tax at 16.5% and Enterprise Income Tax ("EIT") at 25% on the estimated assessable profits respectively except for one Hong Kong subsidiary of the Group which is a qualifying entity under the two-tiered profits tax rate regime and all PRC subsidiaries of the Group are subject to a preferential tax rate as mentioned below.

For the aforesaid Hong Kong subsidiary, the first HK\$2 million of assessable profits are taxed at 8.25% and the remaining assessable profits are taxed at 16.5%. The provision for Hong Kong profits tax for this subsidiary was calculated at the same basis in prior period.

Pursuant to the approval document issued by the Ministry of Science and Technology of Guangdong Province on 1 December 2020 and 28 December 2023 respectively, Goldtium (Jiangmen) Energy Products Company Limited ("**Goldtium Jiangmen**") was recognised as a High and New Technology Enterprise and was entitled to a preferential EIT rate at 15% for three years commencing from the date of issuance.

Pursuant to the approval document issued by the Ministry of Science and Technology of Guangdong Province on 20 December 2021 and 19 November 2024 respectively, Dongguan Victory Battery Industries Company Limited ("**Dongguan Victory**") was recognised as a High and New Technology Enterprise and was entitled to a preferential EIT rate at 15% for three years commencing from the date of issuance.

8. Loss per Share

The calculation of the basic loss per Share attributable to the equity shareholders of the Company is based on the following data:

	For the six months ended 30 June	
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Loss for the period attributable to equity shareholders of the Company	(3,155)	(2,865)
	'000	'000
Weighted average number of Shares for the purpose of calculating basic loss per Share	27,746	(restated) 27,000

Diluted loss per Share has not been disclosed as no dilutive potential equity shares has been in existence for the six months ended 30 June 2025 and 2024, respectively.

The weighted average number of Shares for the six months ended 30 June 2025, used in the calculation of basic loss per Share, has been adjusted to reflect the effects of the share consolidation (as defined in Note 14) and issue of shares (as defined in Note 14). The corresponding weighted average number of Shares for the six months ended 30 June 2024 has been retrospectively adjusted to ensure comparability, taking into account the impact of the Share Consolidation.

9. Dividends

The Board resolved not to declare any interim dividend for the six months ended 30 June 2025 (six months ended 30 June 2024: nil).

10. Property, plant and equipment

During the six months ended 30 June 2025, the Group acquired plant and machinery of approximately HK\$2.09 million (six months ended 30 June 2024: approximately HK\$6.58 million). The acquisition of plant and machinery can expand production capacity and improve production efficiency.

11. Trade and bill receivables

An ageing analysis of trade and bill receivables, based on the invoice date and net of loss allowance on trade receivables, is as follows:

	At 30 June 2025 HK\$'000 (unaudited)	At 31 December 2024 HK\$'000 (audited)
Trade and bill receivables		
0–30 days	37,131	19,825
31–60 days	12,911	17,394
61–90 days	5,549	4,098
91–120 days	2,179	1,246
Over 120 days	1,614	1,828
Total	59,384	44,391

The Group normally allows credit terms to well-established customers ranging from 30 to 120 days. The Group seeks to maintain strict control over its outstanding receivables. Overdue balances are reviewed regularly by the Directors of the Group.

The Group measures loss allowances for trade receivables at an amount equal to lifetime ECLs prescribed by HKFRS 9, which is calculated using a provision matrix based on shared credit risk characteristics with reference to repayment histories and current past due exposure for customers taking into consideration forward-looking information that is reasonable and supportable available without undue cost or effort. As the Group's historical credit loss experience does not indicate significantly different loss patterns for different customer segments, the loss allowance based on past due status is not further distinguished between the Group's different customer bases. The Group assesses the trade receivables that are individually significant separately. The Group makes periodic assessments on the recoverability of those individually significant trade receivables based on the background and reputation of the customers, historical settlement records and past experience.

In view of the history of business dealings with the debtors, the sound collection history of the receivables due from them and the insurance policy, management believes that there is no material credit risk inherent in the Group's outstanding receivable balance due from these debtors. The Directors consider the Group's credit risk of these receivables to be low.

12. Trade payables

An ageing analysis of trade payables, based on the date of receipt of goods purchased, is as follows:

	At 30 June 2025 HK\$'000 (unaudited)	At 31 December 2024 HK\$'000 (audited)
Trade payables		
0–30 days	38,851	37,016
31–90 days	42,670	29,943
91–180 days	40,309	43,784
Over 180 days	27,152	19,251
Total	148,982	129,994

13. Related party transactions

The Group had the following material transactions and balances with related parties during the relevant periods:

Remuneration for the key management personnel, including amounts paid to the Directors and certain of the highest paid employees, are as follows:

	For the six months ended 30 June	
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Salaries, allowances and other benefits in kind	6,737	5,954
Discretionary bonuses	987	872
Contributions to defined contribution plans	66	69
	7,790	6,895

14. Share capital

On 15 April 2025, the Company announced that it proposed to implement the share consolidation (the **"Share Consolidation"**) on the basis of every twenty (20) issued and unissued Shares of par value of HK\$0.01 each in the share capital of the Company to be consolidated into one (1) consolidated Share of par value of HK\$0.2 each.

On 9 May 2025, an ordinary resolution proposed to implement the Share Consolidation was duly passed at the extraordinary general meeting (the **"EGM"**) as more than 50% of the votes were cast in favour of the above resolution proposed at the EGM. For more details of the Share Consolidation, please refer to the Company's announcement dated 27 March 2025, 28 March 2025, 15 April 2025 and 9 May 2025.

On 15 May 2025, the Company announced that it proposed to raise approximately HK\$4.86 million, before expenses, by issuing 5,400,000 subscription shares (the **"Subscription Shares"**) under general mandate at the subscription price of HK\$0.90 per Subscription Share to an investor who was an independent third party (the **"Subscription"**).

Completion of the Subscription took place on 5 June 2025, where an aggregate of 5,400,000 Subscription Shares, representing approximately 16.67% of the issued share capital of the Company (as enlarged by the allotment and issue of the Subscription Shares), were issued. The aggregate nominal amount of the Subscription Shares is HK\$1,080,000.

For more details of the Subscription Shares, please refer to the Company's announcement dated 15 May 2025 and 5 June 2025 in relation to the completion of the Subscription Shares.

Other than the Share Consolidation and the Subscription Shares, there was no change in the share capital of the Company during the Period.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS OVERVIEW

The Group is principally engaged in the manufacture and sale of a broad range of batteries for various electronic devices to the PRC, Hong Kong and international markets both under its own brand “Golden Power” and the brands of its private label and OEM customers. The products of the Group are mainly categorised into two segments (i) disposable batteries; and (ii) rechargeable batteries and other battery-related products. The disposable batteries are categorised into two sub-segments namely (i) cylindrical batteries; and (ii) micro-button cells. Other battery-related products include battery chargers, battery power packs and electric fans.

The revenue of sales of cylindrical batteries for the Period has increased by approximately HK\$5.25 million as compared to the same period in 2024, representing an increase of approximately 4.96%. The increase in such revenue was mainly due to the increase in sales in the PRC and America during the Period.

The revenue of sales of micro-button cells and rechargeable batteries and other battery-related products for the Period decreased by approximately HK\$3.60 million as compared to the same period in 2024, representing an decrease of approximately 6.97%. The decrease in such revenue was mainly due to the decrease in sales in America.

The Group recorded a gross profit for the Period of approximately HK\$31.21 million (2024: approximately HK\$38.86 million), representing a decrease of approximately HK\$7.65 million or 19.69% as compared to the same period in 2024. The gross profit margin decreased by approximately 5.07 percentage points from approximately 24.67% for the six months ended 30 June 2024 to approximately 19.60% for the Period. The decrease in gross profit margin was due to an increase in the raw material costs as a result of the fluctuation of global commodity price and an increase in production costs as a result of the appreciation of Renminbi (“**RMB**”) against Hong Kong dollar (“**HKD**”) during the Period.

The unaudited loss attributable to the equity shareholders of the Company for the six months ended 30 June 2025 was approximately HK\$3.16 million, as compared to an unaudited loss attributable to the equity shareholders of the Company for the six months ended 30 June 2024 of approximately HK\$2.87 million, representing an increase in loss of approximately 10.10%. Despite the improvement in revenue, the loss for the Period is attributable to the increase in production costs, which was mainly due to the increase in raw material costs as a result of the fluctuation of global commodity price and the increase in production costs as a result of the appreciation of RMB against HKD during the Period. The adjustments to China's export tax rebate policy also let to a rise in production costs for export customers.

The change in the U.S. administration and the implementation of new international trading policies may lead to uncertainties in tariffs, interest rate and international currency exchange rate fluctuation, which may depress the consumption demand over the world in 2025. Following the trade disputes between the U.S. and China gradually being resolved, clients have accelerated their demand schedules, requesting completion of orders within shorter lead times than previously agreed. To accommodate these requirements within the constrained timeframe, we have inevitably incurred an increased production costs and material costs.

The Group is allocating resources towards the development of new batteries for health-care and medical facilities markets. Going forward, the Group will continue to focus on European and PRC markets to capture the gradual economy recovery. The Group kept focusing on developing batteries for health-caring and medical facilities markets to maintain the sustainability and potential growth of the conventional batteries business. The Group also seeks to expedite the market launch of our newly developed products for medical devices, distance medical monitoring, energy storage systems and other new energy systems in order to enhance the Group's financial performance.

FINANCIAL REVIEW

Revenue

Revenue for the Period was approximately HK\$159.20 million (six months ended 30 June 2024: approximately HK\$157.55 million), representing an increase of approximately 1.05% as compared to the same period in 2024. The revenue increase mainly resulted from customers resumed placing more orders for restocking, which caused an increase of sales in the PRC and American markets.

Gross Profit

The Group recorded a gross profit of approximately HK\$31.21 million for the Period (six months ended 30 June 2024: approximately HK\$38.86 million), representing a decrease of approximately 19.69%. The decrease in gross profit for the Period was mainly due to the increase in raw material costs and production costs offsetting the increase in revenue. The gross profit margin decreased by approximately 5.07 percentage points from approximately 24.67% for the six months ended 30 June 2024 to approximately 19.60% for the Period. The decrease in gross profit margin was due to the increase in the raw material costs as a result of the fluctuation of global commodity prices and increase in production costs as a result of the appreciation of RMB against HKD during the Period.

Expenses

During the Period, the selling expenses of the Group has slightly increased by 0.45% to approximately HK\$9.61 million, as compared to approximately HK\$9.56 million for the corresponding period in 2024, which is in line with the increase in revenue. The Group's general and administrative expenses has increased by approximately HK\$1.80 million to approximately HK\$26.96 million during the Period, as compared to approximately HK\$25.16 million for the same period in 2024. The increase in general and administrative expenses was mainly due to the increase in staff salaries and professional expenses during the Period.

Loss attributable to equity shareholders of the Company

The unaudited loss attributable to the equity shareholders of the Company for the six months ended 30 June 2025 was approximately HK\$3.16 million, as compared to an unaudited loss attributable to the equity shareholders of the Company for the six months ended 30 June 2024 of approximately HK\$2.87 million, representing an increase in loss of approximately 10.10%. Despite the improvement in revenue, the loss for the Period is attributable to the increase in raw material costs and production costs during the Period as aforesaid, which offset the increase in revenue.

LIQUIDITY AND FINANCIAL RESOURCES

The Group operates a conservative set of treasury policies to ensure that no unnecessary risks are taken with the Group's assets. Save as the foreign currency contracts as disclosed in the paragraph headed "Foreign Currency Risk" in this report, no investment in financial instruments other than cash or bank deposits was used during the Period.

The bank and other borrowings are repayable as follows:

	At 30 June 2025 HK\$'000 (unaudited)	At 31 December 2024 HK\$'000 (audited)
Within 1 year		
— Short-term loans	118,173	154,012
— Current portion of long-term loans	25,348	32,793
	143,521	186,805
Over 1 year but within 2 years	6,202	9,647
Over 2 years but within 5 years	52,539	5,905
Over 5 years	369	—
	202,631	202,357

As at 30 June 2025, the Group had borrowings of approximately HK\$202.63 million (as at 31 December 2024: approximately HK\$202.36 million), which were principally denominated in HKD and RMB. The borrowings were principally denominated in HKD and RMB and at floating interest rates mainly with reference to the Hong Kong Interbank Offered Rate (HIBOR) and PRC loan prime rate (LPR), respectively. The debt ratio, calculated as total liabilities over total assets, of the Group as at 30 June 2025 was approximately 0.57 (as at 31 December 2024: approximately 0.56). The utilisation rate of the borrowings of the Group was approximately 90.30% of the total banking facilities available as at 30 June 2025.

As at 30 June 2025, the Group had cash and cash equivalents (the **"Liquidity Resources"**) of approximately HK\$13.35 million (as at 31 December 2024: approximately HK\$27.36 million) which were mainly denominated in HKD and RMB.

The Directors believe that the utilisation rate of the banking facilities has been maintained at a reasonable level and the existing level of borrowings is at a safe level in support the Group's operating needs.

Save as disclosed in this report, the Group had no material capital expenditure commitments as at 30 June 2025.

CAPITAL STRUCTURE

During the Period, save as share consolidation on the basis of every twenty (20) issued Shares of par value of HK\$0.01 each in the share capital of the Company to be consolidated into one (1) consolidated share of par value of HK\$0.2 each (the **"Share Consolidation"**) and issue of 5,400,000 Shares under general mandate to an independent investor (the **"Subscription"**), which was completed on 5 June 2025, there was no change in the capital structure of the Company. The capital structure of the Group consists of bank and other borrowings, net of bank balances and cash and equity attributable to shareholders of the Company comprising issued share capital and reserves. The issued share capital of the Company comprises Shares only. Total equity of the Company amounted to approximately HK\$290.20 million as at 30 June 2025 (as at 31 December 2024: approximately HK\$286.85 million). During the Period, the Company held no treasury shares and did not sell any treasury Shares. For details of changes in the share capital of the Company during the Period, please refer to Note 14 to the Unaudited Condensed Consolidated Financial Statements in this report.

GEARING RATIO

The Group expresses its gearing ratio as a percentage of total debts divided by total equity. As at 30 June 2025, the Group's gearing ratio was approximately 0.78 (as at 31 December 2024: approximately 0.80).

CHARGES ON ASSETS

The Group's bank borrowing facilities were secured mainly by the Group's certain property, plant and machinery, all investment properties, all prepaid land lease payments, pledged deposit and pledged time deposit with carrying value of approximately HK\$116.48 million as at 30 June 2025 (as at 31 December 2024: approximately HK\$132.39 million).

CONTINGENT LIABILITIES

The Group had no material contingent liabilities as at 30 June 2025 (as at 31 December 2024: nil).

SIGNIFICANT INVESTMENTS HELD

As at 30 June 2025, the Group had the following significant investments: (i) the investment in two investment properties located at Flat B ("**Flat 20B**") and Flat D ("**Flat 20D**") of 20/F., Block 1, Tai Ping Industrial Centre, No. 57 Ting Kok Road, Tai Po, New Territories, which are held by Golden Power Properties Limited (an indirect wholly-owned subsidiary of the Company) for leasing purpose; and (ii) Shop 29, Ground Floor of Fortune Plaza, No. 4 On Chee Road, Tai Po, New Territories, Hong Kong (the "**Fortune Plaza Shop**"), which is held by China Scene Limited (an indirect wholly-owned subsidiary of the Company) (collectively, the "**Investment Properties**"). As at 30 June 2025, each of Flat 20D and Fortune Plaza Shop had leased out to an independent third party, respectively, and Flat 20B was open to let.

As at 30 June 2025, the value of the Investment Properties is approximately HK\$87.00 million and the relative size of the Investment Properties to the total assets of the Group as at 30 June 2025 was approximately 12.89% and the rental income generated from Investment Properties was HK\$1.05 million during the Period. The Group had engaged properties agents to look for suitable tenants for the Investment Properties which are open to let. The investment strategy of the Company in respect of the Investment Properties is that the Company aims to broaden the Company's fixed asset base with a positive and stable returns in the long-run, which can diversify the source of income of the Company and generate healthy income streams into the Group. Other than those disclosed above, the Group did not hold any significant investment as at 30 June 2025.

MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

The Group did not have any material acquisitions and disposals of subsidiaries, associates or joint ventures during the Period.

FUTURE PLANS FOR MATERIAL INVESTMENTS AND CAPITAL ASSETS

Save as disclosed in this report, the Group did not have any plans for material investments or capital assets as at 30 June 2025.

EMPLOYEES AND REMUNERATION POLICIES

The Directors believe that the quality of the employees is an important factor in sustaining the Group's growth and improving its profitability. The Group's remuneration package is structured with reference to the individual performance, working experience and prevailing salary levels in the market. In addition to basic salaries and mandatory provident fund, staff benefits include medical coverage scheme and the options which may be granted under the Share Option Scheme adopted by the Company. The Group also arranges induction and on-the-job trainings to employees from time to time.

As at 30 June 2025, the Group had a total of 400 employees (as at 30 June 2024: 407 employees). The Group's staff costs, including Directors' emoluments, amounted to approximately HK\$23.04 million during the Period (six months ended 30 June 2024: approximately HK\$20.87 million).

PRINCIPAL RISKS AND UNCERTAINTIES

The followings are some principal risks and uncertainties faced by the Group, which may materially adversely affect its business, financial condition or results of operations:

- (i) The change in the U.S. administration and the implementation of new international trading policies and tariffs may lead to disruption or reduction in international trades, which may cause higher import prices and depress the consumption demand over the world;
- (ii) The potential increase in logistic costs and uncertainty on shipping schedule resulted from the uncertainties in the implementation of new international trading policies and tariffs;
- (iii) The Group has no long-term sales contracts with most of the major customers. If the business relationships with the major customers deteriorates or if any of the major customers reduces substantially its purchases from the Group or terminates its business relationship with the Group entirely, the business, results of operations and financial condition may be adversely affected;
- (iv) The demand for disposable batteries in general and alkaline cylindrical batteries depends on the need for such disposable batteries to operate various electronic devices, the demand for which is in turn affected by technological advances and consumer preferences. Furthermore, technological advances and increasing environmental awareness may cause consumer demand to shift from alkaline cylindrical batteries to other disposable batteries, from disposable batteries to rechargeable batteries as a substitute or even to other forms of electronic products or energy which do not require the use of batteries;

- (v) The Group's revenue was denominated in RMB, HKD and US Dollar and the cost of sales was primarily denominated in RMB and the remaining denominated in HKD, US Dollar and Euro. The value of RMB against HKD and other currencies may fluctuate and is affected by, among other things, changes in political and economic conditions in the PRC;
- (vi) The Group's business is subject to seasonality, so that the first quarter of a year may record relatively lower revenue. In particular, the revenue generated during the month of Chinese New Year may be significantly lower than the average revenue generated during a year; and
- (vii) The Group manufactures some of the products on a made-to-stock basis (that is the Group manufactures before the customers place orders with it) with reference to the sales forecast prepared in light of the customers' historical buying pattern, particularly batteries to be sold to the customers under the Group's branded business which adopt its original design and specifications. If the sales forecast turns out to be inaccurate and the customers do not place orders with the Group in the volumes as expected, the products produced may not be absorbed by other customers, and the Group's business, results of operations and financial condition may be adversely affected.

For more details about the general risks and uncertainties in relation to the Group, please refer to the Prospectus of the Company dated 29 May 2015.

FOREIGN CURRENCY RISK

The reporting currencies of the Group is HKD.

The Group has transactional currency exposures. Such exposures arise from the business operations in the PRC which have their principal functional currency denominated in RMB. As at 30 June 2025, the Group had an exchange rate exposure to foreign currency risk as most of its business transactions, assets and liabilities were principally denominated in the functional currencies, i.e. RMB and HKD, while the Group's revenue from overseas sales were mainly denominated in US Dollar.

The Group ensures that the net exposure is kept to an acceptable level, by buying or selling foreign currencies at spot rate or entering into appropriate forward contracts when necessary. To control the foreign exchange risk to an acceptable level, the Group ensures that it would be able to obtain sufficient amount of RMB at acceptable exchange rates for meeting payment obligations arising from business operations in terms of RMB against other foreign currencies. During the Period, due to the volatility in the exchange rate of Japanese Yen against the US Dollar, the Group had entered into forward contracts with value of approximately JPY20 million for hedging purpose against payments which will be due during the year in Japanese Yen.

SUBSCRIPTION OF SHARES

On 15 May 2025, the Company announced that it proposed to raise approximately HK\$4.86 million, before expenses, by issuing 5,400,000 Subscription Shares (the “**Subscription Share(s)**”) under general mandate at the subscription price of HK\$0.90 per Subscription Share. The completion of the Subscription Shares took place on 5 June 2025, where an aggregate of 5,400,000 Subscription Shares, representing approximately 16.67% of the issued share capital of the Company (as enlarged by the allotment and issue of the Subscription Shares), were issued. Upon completion of the Subscription, the number of issued share capital of the Company increased to 32,400,000 Shares. The aggregate nominal amount of the Subscription Shares is HK\$1,080,000 of nominal value of HK\$0.2 per Share.

The subscription price of the new share of HK\$0.90 per shares (the “**Subscription Price**”) represents (i) a discount of approximately 11.8% to the closing price of HK\$1.02 per Share as quoted on the Stock Exchange on 15 May 2025, being the date of the subscription agreement; and (ii) a discount of approximately 9.3% to the average closing price per Share of HK\$0.992 as quoted on the Stock Exchange for the last five consecutive trading days immediately preceding the date of the subscription agreement (adjusted for the effect of the Share Consolidation). The reasons for the Subscription Shares were to raise funds for (i) repayment of bank loan; and (ii) general working capital. For details of the Subscription, please refer to the announcements of the Company dated 15 May 2025 (the “**Announcement**”) and 5 June 2025.

USE OF PROCEEDS FROM THE SUBSCRIPTION

The gross proceeds from the Subscription were approximately HK\$4.86 million and the net proceeds from the Subscription Shares, after deducting the relevant expenses, were approximately HK\$4.74 million.

From the completion of the Subscription Shares to 30 June 2025, the net proceeds from the Subscription Shares of the Company had been applied as follows:

	Planned use of proceeds as stated in the Announcement	Actual use of proceeds up to 30 June 2025	Remaining balance of the net proceeds as at 30 June 2025	Intended timeline for the use of the proceeds
Repayment of bank loan	4.2	4.2	—	—
General working capital	0.5	0.5	—	—
	4.7	4.7	—	—

The net proceeds from the Subscription Shares have been fully applied in accordance with the disclosure in the Announcement as at 30 June 2025.

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

Interests in the Company

As at 30 June 2025, the interests or short positions of the Directors or the chief executive of the Company in the Shares, underlying Shares or debentures of the Company (within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the “SFO”)) (i) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to have under such provisions of the SFO); or (ii) which were required, pursuant to Section 352 of the SFO, to be entered into the register referred to therein; or (iii) which were required to be notified to the Company and the Stock Exchange pursuant to the standard of dealings by the Directors as referred to in the Listing Rules, were as follows:

Long positions in the Shares

Name	Nature of interest	Total number of Shares held (long position)	Approximate percentage of shareholding
Chu King Tien (Chairman and Executive Director)	Interest in a controlled corporation (Note 1)	13,657,500 Shares	42.15%
Chu Shuk Ching (Executive Director and Chief Executive Officer)	Interest in a controlled corporation (Note 2) Beneficial owner	1,600,000 Shares 228,000 Shares	4.94% 0.70%

Notes:

1. These Shares are held by Golden Villa Ltd., which is wholly-owned by Mr. Chu King Tien. By virtue of the SFO, Mr. Chu King Tien is deemed to be interested in all the Shares held by Golden Villa Ltd.
2. These Shares are held by Triumph Treasure Holdings Limited (“**Triumph Treasure**”), which is wholly-owned by Ms. Chu Shuk Ching. By virtue of the SFO, Ms. Chu Shuk Ching is deemed to be interested in all the Shares held by Triumph Treasure.

Interests in associated corporations of the Company

As at 30 June 2025, the Directors were not aware of any interest or short positions of the Directors or chief executive of the Company in the shares, underlying shares or debentures of the Company’s associated corporations (within the meaning of Part XV of the SFO) (i) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to have under such provisions of the SFO); or (ii) which were required, pursuant to Section 352 of the SFO, to be entered into the register referred to therein; or (iii) which were required to be notified to the Company and the Stock Exchange pursuant to the standard of dealings by the Directors as referred to in the Listing Rules.

SUBSTANTIAL SHAREHOLDERS’ AND OTHER PERSONS’ INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

So far as the Directors are aware, as at 30 June 2025, the following persons (other than the Directors and chief executive of the Company) had or deemed or taken to have an interest and/or short position in the Shares, the underlying Shares or debentures of the Company which were required to be recorded in the register of interests required to be kept by the Company pursuant to Section 336 of the SFO, or which would fall to be disclosed under the provisions of Divisions 2 and 3 of Part XV of the SFO.

Long positions in the Shares

Name	Nature of interest	Total number of Shares held (long position)	Approximate percentage of shareholding
Golden Villa Ltd.	Beneficial owner	13,657,500 Shares	42.15%
Ms. Mo Yuk Ling	Interest of spouse (Note 1)	13,657,500 Shares	42.15%
Triumph Treasure	Beneficial owner (Note 2)	1,600,000 Shares	4.94%
Lofty Islet Holdings Limited	Beneficial owner (Note 3)	5,400,000 Shares	16.67%
Yang Haobo	Interest in Controlled Corporation (Note 3)	5,400,000 Shares	16.67%

Notes:

1. Ms. Mo Yuk Ling is the spouse of Mr. Chu King Tien. Under the SFO, Ms. Mo Yuk Ling is deemed to be interested in the same number of shares in which Mr. Chu King Tien is interested.
2. Triumph Treasure is wholly-owned by Ms. Chu Shuk Ching.
3. Lofty Islet Holdings Limited is wholly owned by Mr. Yang Haobo. Under the SFO, Mr. Yang Haobo is deemed to be interest in the same number of Shares held by Lofty Islet Holdings Limited.

Save as disclosed above, as at 30 June 2025, the Directors were not aware of any other persons who had or deemed or taken to have any interests or short positions in the Shares, underlying Shares or debentures of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO or which were recorded in the register of interests required to be kept by the Company under Section 336 of the SFO.

SUBSEQUENT EVENT

Save as disclosed above, there are no important events subsequent to the end of the Period and up to the date of this report.

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

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

SHARE OPTION SCHEME

At the extraordinary general meeting held on 24 June 2025, a share option scheme (the “**Scheme**”) was adopted by the shareholders. The terms of the Scheme are in accordance with the provisions of Chapter 17 of the Listing Rules. The principal terms of the Scheme are summarised in Appendix to the circular of the Company dated 9 June 2025. Since the date of adoption of the Scheme and up to the date of this report, no option had been granted, agreed to be granted, exercised, cancelled or lapsed under the Scheme. The number of options which can be granted under the scheme mandate limit under the Scheme, which represents the number of Shares which can be issued upon the exercise of the options granted thereunder, as at the beginning and at the end of the Period and as at the date of this report is 3,240,000 options, 3,240,000 options and 3,240,000 options, which represent approximately 12% (adjusted with the effect of Share Consolidation) 10%, and 10% of the number of issued shares as at the beginning and at the end of the Period and as at the date of this report, respectively. The service provider sublimit under the Scheme is 324,000 options, 324,000 options and 324,000 options, which represent 12% (adjusted with effect of Share Consolidation), 10% and 10% of the number of issued shares as at the beginning and at the end of the Period and as at the date of this report. The Company had no other share scheme other than the Scheme as at 30 June 2025.

MODEL CODE FOR DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the “**Model Code**”) as set out in Appendix C3 of the Listing Rules as the required standard for securities transactions by Directors. The Company has made specific enquiries of all Directors and all Directors confirmed that they have complied with the required standards set out in the Model Code regarding Directors' securities transactions throughout the Period and up to the date of this report.

CORPORATE GOVERNANCE CODE

The Company has adopted the code principles of the Corporate Governance Code (the “**CG Code**”) as set out in Appendix C1 of the Listing Rules. The Company is committed to ensuring a high corporate governance standard and transparency and accountability to shareholders of the Company. The Board is of the opinion that the Company has complied with the applicable code provisions under the CG Code throughout the Period and up to the date of this report.

DIRECTORS' MATERIAL INTERESTS IN CONTRACTS

Save as disclosed above, no Director had any material interests in any contract of significance to the business of the Group to which the Company or any of its subsidiaries was a party during the Period.

COMPETING BUSINESS

During the Period, the Directors are not aware of any business or interest of the Directors, the controlling shareholder(s) of the Company and their respective close associates (as defined under the Listing Rules) that compete or may compete with the business of the Group and any other conflict of interest which any such person has or may have with the Group.

AUDIT COMMITTEE

The Company has established an audit committee (the “**Audit Committee**”) on 15 May 2015 with written terms of reference in compliance with the Listing Rules. The Audit Committee has three members comprising all the independent non-executive Directors, namely, Mr. Wong Ka Chun, Matthew (the chairman of the Audit Committee), Mr. Kan Man Kim and Ms. Tang Sze Ning Erica.

All members of the Audit Committee possess appropriate knowledge and financial experience to perform their duties. The composition of the Audit Committee meets the requirements of Rule 3.21 of the Listing Rules. The primary duties of the Audit Committee, among other things, are to ensure the adequacy and effectiveness of the accounting and financial controls of the Group, oversee the performance of internal control systems and financial reporting process, monitor the integrity of the financial statements and compliance with statutory and listing requirements and oversee the independence and qualifications of the external auditors and objectivity and the effectiveness of the audit process in accordance with applicable standards.

The Results have not been audited by the Company's auditor but have been reviewed by the Audit Committee, which was of the opinion that the preparation of such results complied with the applicable accounting standards, the Listing Rules and legal requirements, and adequate disclosures have been made.

By Order of the Board
Golden Power Group Holdings Limited
Chu King Tien
Chairman and Executive Director

Hong Kong, 19 August 2025

As at the date of this report, the executive Directors are Mr. Chu King Tien, Ms. Chu Shuk Ching, Mr. Tang Chi Him and Mr. Chu Ho Wa, and the independent non-executive Directors are Ms. Tang Sze Ning Erica, Mr. Kan Man Kim and Mr. Wong Ka Chun, Matthew.