

ORIX Asia Limited

Interim Results
30 September 2025

By Order of the Board:


FENG Xuefeng
CHIEF EXECUTIVE

Unaudited statement of profit or loss For the six months ended 30 September 2025

| | <i>Note</i> | <i>2025</i> | <i>2024</i> |
|--|-------------|------------------|--------------------|
| | | US\$ | US\$ |
| Interest income calculated using the effective interest method | 4(a) | 9,099,141 | 13,659,575 |
| Other interest income | 4(a) | 1,816 | 1,514 |
| Interest expense | 4(b) | (958,694) | (3,092,145) |
| Net interest income | | <u>8,142,263</u> | <u>10,568,944</u> |
| Fee and commission income | 5(a) | 783,005 | 730,609 |
| Fee and commission expense | 5(b) | (1,157,971) | (1,207,758) |
| Net fee and commission expense | | <u>(374,966)</u> | <u>(477,149)</u> |
| Other gains, net | 6 | 2,121,739 | 1,815,198 |
| Other operating income | 7 | 1,323,215 | 894,355 |
| | | <u>3,444,954</u> | <u>2,709,553</u> |
| Operating income | | 11,212,251 | 12,801,348 |
| Operating expenses | 8 | (8,448,604) | (9,211,571) |
| | | 2,763,647 | 3,589,777 |
| Net charge of impairment losses on financial assets | 9 | (1,049,558) | (6,399,895) |
| Profit/(Loss) before taxation | | 1,714,089 | (2,810,118) |
| Income tax | 10 | (170,113) | 478,857 |
| Profit/(Loss) for the period | | <u>1,543,976</u> | <u>(2,331,261)</u> |

Unaudited statement of profit and loss and other comprehensive income For the six months ended 30 September 2025

| | <i>Note</i> | 2025 US\$ | 2024 US\$ |
|--|-------------|--------------|--------------|
| Profit/(Loss) for the period | | 1,543,976 | (2,331,261) |
| Other comprehensive income | 11 | | |
| <i>Item that will not be reclassified to profit or loss:</i> | | | |
| Equity investment securities at fair value through other comprehensive income (FVOCI): | | | |
| Change in fair value of FVOCI investment (non-recycling) | | - | - |
| Exchange difference on translation of FVOCI investment | | 4,432 | 65,700 |
| | | 4,432 | 65,700 |
| <i>Item that may be reclassified subsequently to profit or loss:</i> | | | |
| Debt investment securities at FVOCI: | | | |
| Change in fair value of FVOCI investment (recycling) | | (64,740) | 50,500 |
| Other comprehensive income for the period, net of tax | | (60,308) | 116,200 |
| Total comprehensive income/(loss) for the period | | 1,483,668 | (2,215,061) |

Unaudited statement of financial position as at 30 September 2025

| | Note | 30-9-2025 US\$ | 31-3-2025 US\$ |
|---|-------|--------------------|--------------------|
| Assets | | | |
| Cash and balances with banks and other financial institutions | 12 | 47,569,084 | 22,269,803 |
| Trading assets | 13 | 27,081 | 34,424 |
| Loans and advances to customers | 14(a) | 261,287,241 | 307,590,619 |
| Investment securities | 15 | 27,797,644 | 25,274,343 |
| Tax recoverable | 17(a) | 572,704 | 526,328 |
| Property and equipment | 16 | 15,062,649 | 16,626,475 |
| Deferred tax assets | 17(b) | 909,310 | 1,078,877 |
| Other assets | 18 | 10,739,286 | 8,991,896 |
| Total assets | | <u>363,964,999</u> | <u>382,392,765</u> |
| Equity and liabilities | | | |
| Deposits and balances from banks and other financial institutions | 19(a) | 19,814,616 | 19,395,399 |
| Deposits from customers | 19(b) | 19,877,009 | 44,954,541 |
| Loan from ultimate holding company | 20 | 8,731,865 | 8,694,489 |
| Trading liabilities | 21 | 317,589 | 45,490 |
| Lease liabilities | 23 | 14,265,835 | 15,521,521 |
| Other liabilities | 22 | 12,274,552 | 6,581,460 |
| Total liabilities | | <u>75,281,466</u> | <u>95,192,900</u> |
| Equity | | | |
| Share capital | 24 | 32,000,000 | 32,000,000 |
| Reserves | 25 | 256,683,533 | 255,199,865 |
| Total equity | | <u>288,683,533</u> | <u>287,199,865</u> |
| Total equity and liabilities | | <u>363,964,999</u> | <u>382,392,765</u> |

1 General information

The Directors of ORIX Asia Limited (“the Company”) are pleased to present the unaudited interim results of the Company for the six months ended 30 September 2025.

The Company is a restricted licence bank incorporated and domiciled in Hong Kong and has its registered office and principal place of business at 25th Floor, Two Exchange Square, 8 Connaught Place, Central, Hong Kong.

The Company primarily provides lease financing and instalment loans to industrial, commercial and personal customers. It also engages in debt and equity investment activities.

The Company is registered as a restricted licence bank under the Hong Kong Banking Ordinance and is an approved seller/servicer of the Hong Kong Mortgage Corporation Limited.

2 Basis of preparation and accounting policies

Except as described below, the accounting policies and methods of computation used in the preparation of the 2026 interim financial statements are consistent with those used and described in the Company’s annual audited financial statements for the year ended 31 March 2025.

New and amended standards adopted by the Company

The following amendments to accounting standards became applicable for the current reporting period, the Company did not have to change its accounting policies or make retrospective adjustments as a result of adopting these standards.

| | <i>Effective for accounting periods beginning on or after</i> |
|--|---|
| Amendments to HKFRS 9, <i>Financial instruments</i> , and HKFRS 7 <i>Financial instruments: disclosures, Amendments to the Classification and Measurement of Financial Instruments</i> | 1 January 2026 |
| Annual Improvements to HKFRS Accounting Standards – Volume 11 | 1 January 2026 |
| HKFRS 18, <i>Presentation and Disclosure in Financial Statements (new standard)</i> | 1 January 2027 |

There are no other HKFRSs or interpretations that are effective from 1 April 2025 or not yet effective that would be expected to have a material impact on the Company.

3 Financial review

For the six months ended 30 September 2025, the Company recorded a pre-tax profit of US\$1.7 million, representing an increase of US\$4.5 million or 161% relative to the same period of last year. It was mainly due to decrease in charge of impairment losses on loan and advance by US\$5.4 million.

As at 30 September 2025, the Company's total assets amounted to US\$364 million, representing a decrease of US\$18.4 million or 5% over the last financial year as at 31 March 2025. Among this, loans and advances to customers decreased by US\$46.3 million as compared with the last financial year.

4 Interest income and interest expense

For the six months ended 30 September

(a) Interest income

| | 2025 | 2024 |
|--|-------------------------|--------------------------|
| | US\$ | US\$ |
| Interest income calculated using the effective interest method: | | |
| -Interest income on deposits to banks and financial institutions | 270,586 | 180,946 |
| -Interest income on loans and advances | 8,259,961 | 12,721,412 |
| -Interest income on unlisted debt securities | 309,440 | 458,162 |
| -Interest income on loans and advances to fellow subsidiaries | 259,154 | 299,055 |
| | <u>9,099,141</u> | <u>13,659,575</u> |
| Other interest income: | | |
| -Amortisation of discounts on purchased lease and loan contracts | 1,816 | 1,514 |
| | <u>1,816</u> | <u>1,514</u> |
| Total interest income on all financial assets | <u><u>9,100,957</u></u> | <u><u>13,661,089</u></u> |

The interest income above represents interest income on financial assets that are not measured at fair value through profit or loss.

Included in the above is interest income accrued on impaired financial assets of US\$186,594 (2024: US\$120,240) for the six months ended 30 September 2025.

(b) Interest expense

| | 2025 | 2024 |
|---|-----------------------|-------------------------|
| | US\$ | US\$ |
| Interest expense on borrowings and deposits from fellow subsidiaries and borrowings from ultimate holding company | 95,761 | 59,852 |
| Interest expense on deposits from customers, banks and other financial institutions | 483,144 | 3,008,156 |
| Interest on lease liabilities (note 23) | 379,789 | 24,137 |
| | <u>958,694</u> | <u>3,092,145</u> |
| Total interest expense on all financial liabilities | <u><u>958,694</u></u> | <u><u>3,092,145</u></u> |

The interest expense above represents interest expense on financial liabilities that are not measured at fair value through profit or loss.

5 Fee and commission income and expenses

For the six months ended 30 September

(a) Fee and commission income

| | 2025 | 2024 |
|--|----------------|----------------|
| | US\$ | US\$ |
| Revenue from contracts with customers within the scope of HKFRS 15: | | |
| Credit-related fees and commissions | 457,397 | 392,190 |
| Management fee | 325,608 | 338,419 |
| | <u>783,005</u> | <u>730,609</u> |

(b) Fee and commission expense

| | 2025 | 2024 |
|-------------------------|------------------|------------------|
| | US\$ | US\$ |
| Brokerage fee expenses | 929,297 | 998,054 |
| Management fee expenses | 228,674 | 209,704 |
| | <u>1,157,971</u> | <u>1,207,758</u> |

The credit-related fee and commission income and the brokerage fee expenses to vendors are related to financial assets and liabilities not measured at fair value through profit and loss.

6 Other gains, net

For the six months ended 30 September

| | 2025 | 2024 |
|---|------------------|------------------|
| | US\$ | US\$ |
| Net trading gains(losses) from currency derivatives | 2,026,852 | (547,022) |
| Net foreign exchange gain | 94,887 | 2,362,220 |
| | <u>2,121,739</u> | <u>1,815,198</u> |

7 Other operating income

For the six months ended 30 September

| | 2025 | 2024 |
|---|------------------|----------------|
| | US\$ | US\$ |
| Penalty income from early termination loans | 254,084 | 292,545 |
| Rental income | 948,715 | 1,015,676 |
| Others | 120,416 | (413,866) |
| | <u>1,323,215</u> | <u>894,355</u> |

8 Operating expenses

For the six months ended 30 September

| | 2025 US\$ | 2024 US\$ |
|--|------------------|------------------|
| Staff costs | | |
| – Salaries and other benefits | 4,402,042 | 4,544,144 |
| – Contributions to the Mandatory Provident Funds | 203,752 | 208,204 |
| Depreciation: | | |
| – Owned property and equipment | 184,218 | 414,796 |
| – Right-of-use assets (note 23) | 1,447,400 | 1,747,608 |
| Other premises and equipment expenses | 209,014 | 251,109 |
| Advertising expenses | 5,490 | 8,686 |
| Auditor's remuneration | 212,690 | 201,972 |
| General and administrative expenses | 918,448 | 909,694 |
| Debt collection expenses | 48,643 | 60,638 |
| Consultancy fee | 128,718 | 83,270 |
| Other professional fee | 28,218 | 144,383 |
| Others | 659,971 | 637,067 |
| | <u>8,448,604</u> | <u>9,211,571</u> |

9 Net charge of impairment losses on financial assets

For the six months ended 30 September

| | 2025 US\$ | 2024 US\$ |
|---|--------------------|--------------------|
| Charge of impairment losses on loans and advances (note 9(a)) | (953,035) | (6,238,232) |
| Charge of impairment losses on other assets (note 9(b)) | (94,786) | (161,495) |
| Charge of impairment losses on cash and balances with banks and other financial institutions (note 9(c)) | (741) | (9) |
| Charge of impairment losses on investment securities (note 9(d)) | (996) | (159) |
| Net charge to the statement of profit or loss | <u>(1,049,558)</u> | <u>(6,399,895)</u> |

9 Net charge of impairment losses on financial assets (continued)

(a) Net charge of impairment losses on loans and advances

| | 2025 US\$ | 2024 US\$ |
|---|------------------|--------------------|
| Stage 3 ECL | | |
| – New provisions | (1,615,965) | (9,368,294) |
| – Releases | 889,337 | 938,921 |
| – Recoveries | 55,408 | 64,700 |
| | <u>(671,220)</u> | <u>(8,364,673)</u> |
| Stage 1 and 2 ECL | | |
| – New provisions | (281,815) | - |
| – Releases (Note) | - | 2,126,441 |
| | <u>(281,815)</u> | <u>2,126,441</u> |
| Net charge to the statement of profit or loss | <u>(953,035)</u> | <u>(6,238,232)</u> |

Note: The stage 1 and 2 ECL on loans and advances includes the stage 1 ECL on off-balance sheet exposures release of US\$nil (2024: release of US\$nil).

(b) Net charge of impairment losses on other assets

| | 2025 US\$ | 2024 US\$ |
|---|------------------|------------------|
| Stage 3 ECL | | |
| – New provisions | (107,343) | (180,297) |
| – Releases | 45 | - |
| | <u>(107,298)</u> | <u>(180,297)</u> |
| Stage 2 ECL | | |
| – New provisions | (652) | - |
| – Releases | 13,164 | 18,802 |
| | <u>12,512</u> | <u>18,802</u> |
| Net charge to the statement of profit or loss | <u>(94,786)</u> | <u>(161,495)</u> |

9 Net charge of impairment losses on financial assets (continued)

(c) *Net charge of impairment losses on cash and balances with banks and other financial institutions*

| | 2025 US\$ | 2024 US\$ |
|---|--------------|--------------|
| Stage 1 ECL | | |
| – New provisions | (741) | (9) |
| – Releases | - | - |
| | <u>(741)</u> | <u>(9)</u> |
| Net charge to the statement of profit or loss | <u>(741)</u> | <u>(9)</u> |

(d) *Net charge of impairment losses on investment securities*

| | 2025 US\$ | 2024 US\$ |
|---|--------------|--------------|
| Stage 1 ECL | | |
| – New provisions | (996) | (159) |
| – Releases | - | - |
| | <u>(996)</u> | <u>(159)</u> |
| Net charge to the statement of profit or loss | <u>(996)</u> | <u>(159)</u> |

10 Income tax

For the six months ended 30 September

Taxation in the statement of profit or loss represents:

| | 2025 US\$ | 2024 US\$ |
|---|----------------|------------------|
| Current tax - Hong Kong Profits Tax | | |
| Provision for the period | 546 | (244) |
| Over-provision in respect of prior year | - | (21,085) |
| | <u>546</u> | <u>(21,329)</u> |
| Deferred tax | | |
| Origination and reversal of temporary differences (note 17(b)) | <u>169,567</u> | <u>(457,528)</u> |
| Income tax charge/(credit) | <u>170,113</u> | <u>(478,857)</u> |

The provision for Hong Kong profits tax is calculated at 16.5% (six months ended 30 September, 2024: 16.5%) of the estimated assessable profits for the six months ended 30 September, 2025.

11 Other comprehensive income

For the six months ended 30 September

(a) Tax effects relating to each component of other comprehensive income

| | 2025 | | | 2024 | | |
|--|------------------------------|------------------------|------------------------------|------------------------------|------------------------|------------------------------|
| | Before-tax amount US\$ | Tax benefit US\$ | Net-of-tax amount US\$ | Before-tax amount US\$ | Tax expense US\$ | Net-of-tax amount US\$ |
| Equity investment securities at FVOCI: | | | | | | |
| - Change in fair value of FVOCI investment | - | - | - | - | - | - |
| - Exchange difference on translation of FVOCI investment | 4,432 | - | 4,432 | 65,700 | - | 65,700 |
| Debt investment securities at FVOCI: | | | | | | |
| - Change in fair value of FVOCI investment | (64,740) | - | (64,740) | 50,500 | - | 50,500 |
| Other comprehensive income | <u>(60,308)</u> | <u>-</u> | <u>(60,308)</u> | <u>116,200</u> | <u>-</u> | <u>116,200</u> |

(b) Reclassification adjustments relating to components of other comprehensive income

| | 2025 US\$ | 2024 US\$ |
|--|-----------------|----------------|
| Investment securities: | | |
| Changes in fair value recognised during the period: | | |
| - Equity investment securities at FVOCI (non-recycling) | - | - |
| - Debt investment securities at FVOCI (recycling) | (64,740) | 50,500 |
| Exchange difference on translation of FVOCI investment | 4,432 | 65,700 |
| Net movement in the revaluation reserve and translation reserve during the period recognised in other comprehensive income | <u>(60,308)</u> | <u>116,200</u> |

12 Cash and balances with banks and other financial institutions

| | 30-9-2025 US\$ | 31-3-2025 US\$ |
|--|-------------------|-------------------|
| Cash in hand | 642 | 643 |
| Balances with banks and authorised institutions and placements with banks | 47,569,214 | 22,269,190 |
| | <u>47,569,856</u> | <u>22,269,833</u> |
| Less: Impairment allowances - stage 1 ECL | <u>(772)</u> | <u>(30)</u> |
| | <u>47,569,084</u> | <u>22,269,803</u> |

13 Trading assets

| | 30-9-2025 US\$ | 31-3-2025 US\$ |
|--------------------------------|-------------------|-------------------|
| Derivative assets (note 26(b)) | <u>27,081</u> | <u>34,424</u> |

14 Loans and advances to customers

(a) Loans and advances to customers

| | 30-9-2025 US\$ | 31-3-2025 US\$ |
|--|--------------------|--------------------|
| Loans and advances to customers at amortised cost | 97,354,219 | 109,369,113 |
| Finance leases | 169,833,283 | 202,538,629 |
| Gross loans and advances to customers (note 14(c)) | <u>267,187,502</u> | <u>311,907,742</u> |
| Less: Impairment allowances (note 14(b)) | | |
| - stage 3 ECL | (5,782,046) | (3,187,896) |
| - stage 1 and 2 ECL | <u>(2,110,772)</u> | <u>(3,699,522)</u> |
| | <u>(7,892,818)</u> | <u>(6,887,418)</u> |
| Unearned discount on purchased lease and loan contracts | (6,687) | (8,513) |
| Prepaid initial cost | <u>1,999,244</u> | <u>2,578,808</u> |
| | <u>261,287,241</u> | <u>307,590,619</u> |

14 Loans and advances to customers (continued)

(b) Movement in impairment allowances on loans and advances

The following table show reconciliations from the opening to the closing balance of the loss allowance by class of financial instrument.

| | 30-9-2025 | | | |
|---|------------------------|------------------------|------------------------|------------------|
| | Stage 1 ECL US\$ | Stage 2 ECL US\$ | Stage 3 ECL US\$ | Total US\$ |
| At 1 April 2025 | 693,471 | 3,006,051 | 3,187,896 | 6,887,418 |
| Transfer to Stage 1 | - | - | - | - |
| Transfer to Stage 2 | (69,585) | 69,585 | - | - |
| Transfer to Stage 3 | (2,469) | (1,872,200) | 1,874,668 | - |
| Net charge to the profit or loss | 151,012 | 130,803 | 726,628 | 1,008,443 |
| <i>Net remeasurement of loss allowance</i> | <i>102,246</i> | <i>155,072</i> | <i>754,681</i> | <i>1,011,999</i> |
| <i>New financial assets originated or purchased</i> | <i>91,858</i> | <i>284</i> | <i>-</i> | <i>92,142</i> |
| <i>Financial assets that have been matured and repaid</i> | <i>(43,092)</i> | <i>(24,553)</i> | <i>(28,053)</i> | <i>(95,698)</i> |
| Write-offs | - | - | - | - |
| Foreign exchange and other movements | 3,705 | 399 | (7,146) | (3,042) |
| At 30 September 2025 | 776,134 | 1,334,638 | 5,782,046 | 7,892,818 |

| | 31-3-2025 | | | |
|---|------------------------|------------------------|------------------------|-------------------|
| | Stage 1 ECL US\$ | Stage 2 ECL US\$ | Stage 3 ECL US\$ | Total US\$ |
| At 1 April 2024 | 1,268,796 | 5,036,848 | 5,607,256 | 11,912,900 |
| Transfer to Stage 1 | 9,681 | (9,681) | - | - |
| Transfer to Stage 2 | (222,671) | 222,671 | - | - |
| Transfer to Stage 3 | (203,515) | (144,949) | 348,464 | - |
| Net charge to the profit or loss | (165,792) | 4,942,064 | 9,684,941 | 14,461,213 |
| <i>Net remeasurement of loss allowance</i> | <i>(149,540)</i> | <i>4,987,979</i> | <i>9,969,906</i> | <i>14,808,345</i> |
| <i>New financial assets originated or purchased</i> | <i>164,624</i> | <i>116</i> | <i>-</i> | <i>164,740</i> |
| <i>Financial assets that have been matured and repaid</i> | <i>(180,876)</i> | <i>(46,031)</i> | <i>(284,965)</i> | <i>(511,872)</i> |
| Financial assets that have been disposed | - | (7,056,253) | (12,206,639) | (19,262,892) |
| Write-offs | - | - | (309,626) | (309,626) |
| Foreign exchange and other movements | 6,972 | 15,351 | 63,500 | 85,823 |
| At 31 March 2025 | 693,471 | 3,006,051 | 3,187,896 | 6,887,418 |

14 Loans and advances to customers (continued)

(c) Loans and advances to customers analysed by industry sector

The analysis of gross loans and advances to customers by industry sector is based on the categories and definitions used by the Hong Kong Monetary Authority (“HKMA”).

| | 30-9-2025 | | 31-3-2025 | |
|---|---|--|---|--|
| | Gross loans and advances to customers US\$ | % of gross loans and advances covered by collaterals | Gross loans and advances to customers US\$ | % of gross loans and advances covered by collaterals |
| Gross loans and advances for use in Hong Kong | | | | |
| Industrial, commercial and financial: | | | | |
| Financial concerns | 5,092,467 | 13 | 5,092,723 | 13 |
| Wholesale and retail trade | 20,922,882 | 86 | 33,875,047 | 88 |
| Manufacturing | 1,991,371 | 92 | 2,996,841 | 88 |
| Transport and transport equipment | 131,764,450 | 92 | 162,438,845 | 91 |
| Recreational activities | 167,101 | 80 | 235,227 | 80 |
| Others | 76,292,681 | 90 | 75,392,865 | 89 |
| Individuals: | | | | |
| Others | 510,448 | 95 | 530,100 | 94 |
| | 236,741,400 | 89 | 280,561,648 | 89 |
| Gross loans and advances for use outside Hong Kong | 30,446,102 | 92 | 31,346,094 | 91 |
| Gross loans and advances to customers | 267,187,502 | 89 | 311,907,742 | 89 |

14 Loans and advances to customers (continued)

(c) Loans and advances to customers analysed by industry sector (continued)

For each industry sector reported above with loan balance constituting 10% or more of the total balance of advances to customers, the attributable amount of impaired loans, overdue loans, and ECL at stage 1,2 and 3 impairment allowances are as follows:

| | | 30-9-2025 | | | |
|---|-------------|-------------------------------------|--|---|---------------------------------|
| | | <i>Gross loans and advances</i> | <i>Impaired loans and advances</i> | <i>Overdue loans and advances</i> | <i>ECL at Stage 1 and 2</i> |
| | | US\$ | US\$ | US\$ | US\$ |
| Loans and advances for use in Hong Kong | | | | | |
| Industrial, commercial and financial | | | | | |
| – Transport and transport equipment | 131,764,450 | 1,919,615 | 1,236,573 | 814,819 | 1,174,965 |
| – Others | 76,292,681 | 7,344,336 | 7,131,928 | 2,631,370 | 705,329 |
| Loans and advances for use outside Hong Kong | | 30,446,102 | - | - | 3,004 |
| | | | | | |
| | | 31-3-2025 | | | |
| | | <i>Gross loans and advances</i> | <i>Impaired loans and advances</i> | <i>Overdue loans and advances</i> | <i>ECL at Stage 1 and 2</i> |
| | | US\$ | US\$ | US\$ | US\$ |
| Loans and advances for use in Hong Kong | | | | | |
| Industrial, commercial and financial | | | | | |
| – Wholesale and retail trade | 33,875,047 | 10,689,307 | 10,689,307 | 2,138,636 | 482,644 |
| – Transport and transport equipment | 162,438,845 | 859,986 | 227,008 | 353,015 | 1,370,679 |
| – Others | 75,392,865 | 3,096,876 | 3,085,136 | 680,420 | 1,807,762 |
| Loans and advances for use outside Hong Kong | | 31,346,094 | - | - | 2,881 |

14 Loans and advances to customers (continued)

(d) Non-bank Mainland China exposures

The analysis of non-bank Mainland China exposures is based on the categories of non-bank counterparties and the type of direct exposures defined by the HKMA under the Banking (Disclosure) Rules with reference to the HKMA return of Mainland Activities. This analysis includes the exposures extended by the Company only.

| | <u>30-9-2025</u> | | |
|---|---|--|-----------------------|
| | <i>On-balance sheet exposure US\$</i> | <i>Off-balance sheet exposure US\$</i> | <i>Total US\$</i> |
| PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs | 6,970,813 | - | 6,970,813 |
| Other entities of local governments | - | - | - |
| PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China | - | - | - |
| Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures | 2,414,757 | - | 2,414,757 |
| | <u>9,385,570</u> | <u>-</u> | <u>9,385,570</u> |
| Total assets after provision | <u>363,964,999</u> | | |
| On-balance sheet exposures as percentage of total assets | <u>2.58%</u> | | |

14 Loans and advances to customers (continued)

(d) Non-bank Mainland China exposures (continued)

| | <u>31-3-2025</u> | | |
|--|---|--|-----------------------|
| | <i>On-balance sheet exposure US\$</i> | <i>Off-balance sheet exposure US\$</i> | <i>Total US\$</i> |
| PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs | 2,338,697 | - | 2,338,697 |
| Other entities of local governments | - | - | - |
| PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China | - | - | - |
| Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures | 3,030,990 | - | 3,030,990 |
| | <u>5,369,687</u> | <u>-</u> | <u>5,369,687</u> |
| Total assets after provision | <u>382,392,765</u> | | |
| On-balance sheet exposures as percentage of total assets | <u>1.40%</u> | | |

14 Loans and advances to customers (continued)

(e) Geographical analysis of loans and advances to customers

| <i>30-9-2025</i> | | | | | |
|------------------|--|---|--|------------------------------------|--|
| | <i>Gross loans and advances US\$</i> | <i>Loans and advances overdue for more than 3 months US\$</i> | <i>Impaired loans (Stage 3) US\$</i> | <i>ECL at Stage 3 US\$</i> | <i>ECL at Stage 1 and 2 US\$</i> |
| Hong Kong | 257,329,057 | 16,878,590 | 17,977,409 | 5,782,046 | 2,108,469 |
| Others | 9,858,445 | - | - | - | 2,303 |
| | <u>267,187,502</u> | <u>16,878,590</u> | <u>17,977,409</u> | <u>5,782,046</u> | <u>2,110,772</u> |
| <i>31-3-2025</i> | | | | | |
| | <i>Gross loans and advances US\$</i> | <i>Loans and advances overdue for more than 3 months US\$</i> | <i>Impaired loans (Stage 3) US\$</i> | <i>ECL at Stage 3 US\$</i> | <i>ECL at Stage 1 and 2 US\$</i> |
| Hong Kong | 307,622,403 | 14,659,999 | 15,304,717 | 3,187,896 | 3,696,376 |
| Others | 4,285,339 | - | - | - | 3,146 |
| | <u>311,907,742</u> | <u>14,659,999</u> | <u>15,304,717</u> | <u>3,187,896</u> | <u>3,699,522</u> |

The above geographical analysis is classified by the location of the borrowers after taking into account the transfer of risk. In general, risk transfer applies when a loan is guaranteed by a party situated in an area different from the counterparty.

14 Loans and advances to customers (continued)

(f) Impaired, overdue and rescheduled assets

(i) Impaired (stage 3) loans and advances to customers

| | 30-9-2025 US\$ | 31-3-2025 US\$ |
|--|--------------------|--------------------|
| Gross impaired (stage 3) loans and advances to customers | 17,977,409 | 15,304,717 |
| Impairment allowance - stage 3 ECL (note 14(b)) | <u>(5,782,046)</u> | <u>(3,187,896)</u> |
| | <u>12,195,363</u> | <u>12,116,821</u> |
| As a percentage of total loans and advances to customers | | |
| Gross impaired (stage 3) loans and advances | <u>6.73%</u> | <u>4.91%</u> |

Stage 3 ECL impairment allowance were made after taking into account the realisable value of collateral in respect of such loans and advances of US\$12,843,771 (31 March 2025: US\$12,161,787) for the Company. Collateral held by the Company mainly comprised of equipment, vehicles, cash on deposit and government guarantee with the Company.

14 Loans and advances to customers (continued)

(f) Impaired, overdue and rescheduled assets (continued)

(ii) Overdue loans and advances to customers

| | <u>30-9-2025</u> | | <u>31-3-2025</u> | |
|--|-------------------|--------------------|-------------------|--------------------|
| | <i>Amount</i> | <i>% of total</i> | <i>Amount</i> | <i>% of total</i> |
| | <i>US\$</i> | <i>advances to</i> | <i>US\$</i> | <i>advances to</i> |
| | | <i>customers</i> | | <i>customers</i> |
| Gross loans and advances to customers which have been overdue with respect to either principal or interest for periods of: | | | | |
| – six months or less but over three months | 74,161 | 0.03% | 1,055,668 | 0.34% |
| – one year or less but over six months | 7,092,188 | 2.65% | 6,488,049 | 2.08% |
| – over one year | 9,712,241 | 3.63% | 7,116,282 | 2.28% |
| | <u>16,878,590</u> | 6.32% | <u>14,659,999</u> | 4.70% |
| Current market value of collateral held against the covered portion of overdue loans and advances | <u>12,509,257</u> | | <u>12,392,438</u> | |
| Covered portion of overdue loans and advances | <u>11,898,013</u> | | <u>11,636,630</u> | |
| Uncovered portion of overdue loans and advances | <u>4,980,577</u> | | <u>3,023,369</u> | |
| Individual impairment allowances made on loans and advances overdue for more than three months | <u>5,592,621</u> | | <u>3,013,542</u> | |

14 Loans and advances to customers (continued)

(f) *Impaired, overdue and rescheduled assets (continued)*

(ii) Overdue loans and advances to customers (continued)

Loans and advances with a specific repayment date are classified as overdue when the principal or interest is overdue and remains unpaid as at the end of the reporting period. Loans repayable by regular instalments are treated as overdue when an instalment payment is overdue and remains unpaid as at the end of the reporting period. Loans repayable on demand are classified as overdue either when a demand for repayment has been served on the borrower but repayment has not been made in accordance with the demand notice, and/or when the loans have remained continuously outside the approved limit notice, and advised to the borrower for more than the overdue period in question.

(iii) Rescheduled loans and advances to customers

Rescheduled loans and advances are those loans and advances which have been restructured or renegotiated because of a deterioration in the financial position of the borrower, or of the inability of the borrower to meet the original repayment schedule and for which the revised repayment terms are non-commercial to the Company. Rescheduled loans and advances to customers are stated net of any loans and advances to customers that have subsequently become overdue for over three months and reported as overdue loans and advances in note 14(f)(ii). The amount of rescheduled loans and advances to customers is not material as at 30 September 2025 and 31 March 2025.

(iv) Overdue loans and advances to banks and other financial institutions

There are no loans and advances to banks and other financial institutions which are overdue for more than three months as at 30 September 2025 and 31 March 2025.

(v) Rescheduled loans and advances to banks and other financial institutions

There are no rescheduled loans and advances to banks and other financial institutions as at 30 September 2025 and 31 March 2025.

(vi) Other overdue assets

There are no other assets which are overdue for more than three months as at 30 September 2025 and 31 March 2025.

(g) *Reposessed assets*

| | 30-9-2025 US\$ | 31-3-2025 US\$ |
|-------------------|-------------------|-------------------|
| Reposessed assets | <u>1,151,644</u> | <u>17,820</u> |

15 Investment securities

| | <i>30-9-2025</i> US\$ | <i>31-3-2025</i> US\$ |
|---|--------------------------|--------------------------|
| Investment securities measured at fair value through other comprehensive income | | |
| -debt instruments | 26,762,251 | 24,243,382 |
| Investment securities designated as at fair value through other comprehensive income | | |
| -equity instruments | <u>1,035,393</u> | <u>1,030,961</u> |
| | <u><u>27,797,644</u></u> | <u><u>25,274,343</u></u> |

As at 30 September 2025, the Company has made an ECL of US\$1,771 (31 March 2025: US\$775) against the debt instruments at FVOCI.

16 Property and equipment

| | <i>Leasehold improvements</i> US\$ | <i>Furniture and equipment</i> US\$ | <i>Motor vehicles</i> US\$ | <i>Other properties and office equipments leased for own use</i> US\$ | <i>Total</i> US\$ |
|--------------------------------------|---|--|-----------------------------------|--|----------------------|
| Cost: | | | | | |
| At 1 April 2025 | 1,695,895 | 5,288,963 | 113,776 | 17,512,711 | 24,611,345 |
| Additions (note) | - | 79,776 | - | - | 79,776 |
| Exchange adjustment | - | - | - | (6,976) | (6,976) |
| At 30 September 2025 | <u>1,695,895</u> | <u>5,368,739</u> | <u>113,776</u> | <u>17,505,735</u> | <u>24,684,145</u> |
| Accumulated depreciation: | | | | | |
| At 1 April 2025 | 1,695,895 | 4,800,781 | 113,776 | 1,374,418 | 7,984,870 |
| Charge for the period | - | 184,218 | - | 1,447,400 | 1,631,618 |
| Exchange adjustment | - | - | - | 5,008 | 5,007 |
| At 30 September 2025 | <u>1,695,895</u> | <u>4,984,999</u> | <u>113,776</u> | <u>2,826,826</u> | <u>9,621,495</u> |
| Net book value: | | | | | |
| At 30 September 2025 | <u>-</u> | <u>383,740</u> | <u>-</u> | <u>14,678,909</u> | <u>15,062,649</u> |
| Cost: | | | | | |
| At 1 April 2024 | 1,695,895 | 5,037,917 | 113,776 | 18,046,863 | 24,894,451 |
| Additions (note) | - | 251,046 | - | 17,200,870 | 17,451,916 |
| Disposal | - | - | - | (17,857,256) | (17,857,256) |
| Exchange adjustment | - | - | - | 122,234 | 122,234 |
| At 31 March 2025 | <u>1,695,895</u> | <u>5,288,963</u> | <u>113,776</u> | <u>17,512,711</u> | <u>24,611,345</u> |
| Accumulated depreciation: | | | | | |
| At 1 April 2024 | 1,547,926 | 4,310,583 | 96,709 | 15,848,587 | 21,803,805 |
| Charge for the year | 147,969 | 490,198 | 17,067 | 3,249,968 | 3,905,202 |
| Disposal | - | - | - | (17,857,256) | (17,857,256) |
| Exchange adjustment | - | - | - | 133,119 | 133,119 |
| At 31 March 2025 | <u>1,695,895</u> | <u>4,800,781</u> | <u>113,776</u> | <u>1,374,418</u> | <u>7,984,870</u> |
| Net book value: | | | | | |
| At 31 March 2025 | <u>-</u> | <u>488,182</u> | <u>-</u> | <u>16,138,293</u> | <u>16,626,475</u> |

Note: For the six month ended 30 September 2025, additions to right-of-use assets were US\$nil (31 March 2025: US\$17,200,870). This amount primarily related to the capitalised lease payments payable under the new tenancy agreements.

17 Income tax in the statement of financial position

(a) Current taxation in the statement of financial position represents:

| | 30-9-2025 US\$ | 31-3-2025 US\$ |
|---|-------------------|-------------------|
| Provision for Hong Kong Profits Tax (note 10) | 546 | - |
| Provisional Profits Tax paid | (573,250) | (526,328) |
| | (572,704) | (526,328) |
| Balance of Profit Tax provision relating to prior years | - | - |
| Tax recoverable | (572,704) | (526,328) |

(b) Deferred tax assets recognised:

The components of deferred tax assets recognised in the statement of financial position and the movements during the period/year are as follows:

| | <i>Depreciation in excess of related depreciation allowances US\$</i> | <i>Bonus provision US\$</i> | <i>Credit loss allowance US\$</i> | <i>Total US\$</i> |
|--|---|-------------------------------------|---|-----------------------|
| Deferred tax arising from: | | | | |
| At 1 April 2024 | 71,954 | 213,666 | 1,045,215 | 1,330,835 |
| (Charge)Credit to statement of profit or loss | 183,207 | (2,988) | (432,177) | (251,958) |
| At 31 March 2025 and 1 April 2025 | 255,161 | 210,678 | 613,038 | 1,078,877 |
| (Charge)Credit to statement of profit or loss (note 10) | 9,125 | 85,228 | (263,920) | (169,567) |
| At 30 September 2025 | 264,286 | 295,906 | 349,118 | 909,310 |

18 Other assets

| | 30-9-2025 US\$ | 31-3-2025 US\$ |
|--|-------------------|-------------------|
| Interest receivable | 838,963 | 730,724 |
| Amounts due from fellow subsidiaries | 6,861,371 | 5,220,864 |
| Deposits, prepayment and other receivables | 3,236,244 | 3,142,481 |
| Less: Impairment allowance | (197,292) | (102,173) |
| | 10,739,286 | 8,991,896 |

19 Deposits from customers and deposits and balances from banks and other financial institutions

(a) Deposits and balances from banks and other financial institutions:

| | 30-9-2025 US\$ | 31-3-2025 US\$ |
|----------------------------------|-------------------|-------------------|
| Deposits and balances from banks | <u>19,814,616</u> | <u>19,395,399</u> |

Included in deposits and balances of banks and other financial institutions were short-term and long-term debts of approximately US\$ 20 million (31 March 2025: US\$19 million) guaranteed by the ultimate holding company.

(b) Deposits from customers:

| | 30-9-2025 US\$ | 31-3-2025 US\$ |
|--------------------------------|-------------------|-------------------|
| Time, call and notice deposits | <u>19,877,009</u> | <u>44,954,541</u> |

20 Loans from ultimate holding company

The balance represents loans from the ultimate holding company bear interest at Tokyo Interbank Offered Rate ("TIBOR") plus 0.35% per annum (31 March 2025: TIBOR plus 0.35%), amounting to US\$8,731,865 (31 March 2025: US\$8,694,489). The loan is unsecured and repayable on 26 July 2027 (31 March 2025: 26 July 2027).

21 Trading liabilities

| | 30-9-2025 US\$ | 31-3-2025 US\$ |
|-------------------------------------|-------------------|-------------------|
| Derivative liabilities (note 26(b)) | <u>317,589</u> | <u>45,490</u> |

22 Other liabilities

| | 30-9-2025 US\$ | 31-3-2025 US\$ |
|---------------------------------------|-------------------|-------------------|
| Interest payable | 80,347 | 224,322 |
| Other liabilities and accrued charges | <u>12,194,205</u> | <u>6,357,138</u> |
| | <u>12,274,552</u> | <u>6,581,460</u> |

23 Lease liabilities

The following table shows the remaining contractual maturities of the Company's lease liabilities at the end of the following reporting periods:

| | 30-9-2025 | | 31-3-2025 | |
|--------------------------------------|---|--|---|--|
| | <i>Present value of the minimum lease payments US\$</i> | <i>Total minimum lease payments US\$</i> | <i>Present value of the minimum lease payments US\$</i> | <i>Total minimum lease payments US\$</i> |
| Within 1 year | 3,173,340 | 3,261,440 | 3,174,605 | 3,262,739 |
| After 1 year but within 2 years | 3,016,305 | 3,261,440 | 3,017,508 | 3,262,741 |
| After 2 years but within 5 years | 7,976,096 | 9,543,999 | 8,003,133 | 9,572,544 |
| After 5 years | 100,094 | 129,515 | 1,326,275 | 1,736,195 |
| | <u>11,092,495</u> | <u>12,934,954</u> | <u>12,346,916</u> | <u>14,571,480</u> |
| | <u>14,265,835</u> | <u>16,196,394</u> | <u>15,521,521</u> | <u>17,834,219</u> |
| Less: total future interest expenses | | (1,930,559) | | (2,312,698) |
| Present value of lease liabilities | | <u>14,265,835</u> | | <u>15,521,521</u> |

The analysis of expense items in relation to leases recognised in profit or loss is as follows:

| | 30-9-2025 US\$ | 31-3-2025 US\$ |
|--|-------------------|-------------------|
| Depreciation charge of right-of-use assets by class of underlying asset: | | |
| Other properties and office equipment leased for own used, carried at depreciated cost (note 16) | 1,447,400 | 3,249,968 |
| Interest on lease liabilities (note 4(b)) | 379,789 | 367,548 |
| Expense relating to short-term leases | 21,888 | 40,202 |

Note: The total financing cash outflow for the related lease rentals paid for the period ended at 30 September 2025 is US\$1,630,720 (for the year ended 31 March 2025: US\$3,718,926). The total cash outflow from operating activities for the related lease rentals paid for the period ended 30 September 2025 is US\$ 21,888 (for the year ended 31 March 2025: US\$ 40,202).

24 Share capital

| | 30-9-2025 | | 31-3-2025 | |
|--|----------------------|------------|----------------------|------------|
| | <i>No. of shares</i> | US\$ | <i>No. of shares</i> | US\$ |
| Ordinary shares, issued and fully paid: | | | | |
| Ordinary shares | 16,000,000 | 32,000,000 | 16,000,000 | 32,000,000 |

In accordance with section 135 of the Hong Kong Companies Ordinance, the ordinary shares of the Company do not have a par value.

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company. All ordinary shares rank equally with regard to the Company's residual assets.

25 Reserves

| <i>(a)</i> | <i>Revaluation reserve/ US\$</i> | <i>Translation reserve US\$</i> | <i>Retained profits US\$</i> | <i>Total US\$</i> |
|--|--|---|--------------------------------------|-----------------------|
| Balance at 1 April 2024 | (92,249) | (227,252) | 265,176,872 | 264,857,371 |
| Change in equity for the year | | | | |
| Loss for the year | - | - | (9,651,695) | (9,651,695) |
| Other comprehensive income: | | | | |
| - Change in fair value in FVOCI investment (non-recycling) | (63,073) | - | - | (63,073) |
| - Exchange difference on translation of FVOCI investment | - | 13,656 | - | 13,656 |
| - Change in fair value in FVOCI investment (recycling) | 43,606 | - | - | 43,606 |
| Total comprehensive income for the year | (19,467) | 13,656 | (9,651,695) | (9,657,506) |
| Balance at 31 March 2025 | (111,716) | (213,596) | 255,525,177 | 255,199,865 |
| Change in equity for the period | | | | |
| Profit for the period | - | - | 1,543,976 | 1,543,976 |
| Other comprehensive income | | | | |
| - Change in fair value in FVOCI investment (non-recycling) | - | - | - | - |
| - Exchange difference on translation of FVOCI investment | - | 4,432 | - | 4,432 |
| - Change in fair value in FVOCI investment (recycling) | (64,740) | - | - | (64,740) |
| Total comprehensive income for the period | (64,740) | 4,432 | 1,543,976 | 1,483,668 |
| Balance at 30 September 2025 | (176,456) | (209,164) | 257,069,153 | 256,683,533 |

25 Reserves (continued)

(b) Nature and purpose of reserves

(i) Revaluation reserve

The revaluation reserve for investment securities measured at fair value through other comprehensive income comprises the cumulative net change in the fair value of investment securities measured at fair value through other comprehensive income until the financial assets are derecognised.

(ii) Regulatory reserve

The regulatory reserve is maintained to satisfy the provision of the Hong Kong Banking Ordinance for prudential supervision purpose to set aside amounts in respect of losses which the Company may incur on the loans and advances in addition to the impairment allowances made under HKFRS. As at 30 September 2025, a regulatory reserve of US\$ 344,800 (31 March 2025: Nil) was earmarked in the retained profits and in consultation with the HKMA.

(iii) Translation reserve

The translation reserve comprises foreign exchange differences arising from the gain or loss of the equity instruments designated at fair value through other comprehensive income.

26 Derivatives

(a) Notional amount of derivatives

Derivatives refer to financial contracts whose value depends on the value of one or more underlying assets or indices. The notional amounts of these instruments indicate the volume of outstanding transactions and do not represent amounts at risk. All derivatives are held for trading purpose.

| | 30-9-2025 US\$ | 31-3-2025 US\$ |
|------------------------|--------------------|--------------------|
| Currency derivatives | | |
| – Forwards and futures | <u>257,500,000</u> | <u>257,500,000</u> |

(b) Fair values and credit risk weighted amounts of derivatives

| | 30-9-2025 | | | 31-3-2025 | | |
|----------------------|-------------------|---------------------|---|-------------------|---------------------|---|
| | <u>Fair value</u> | | Credit risk weighted amount US\$ | <u>Fair value</u> | | Credit risk weighted amount US\$ |
| | Assets US\$ | Liabilities US\$ | | Assets US\$ | Liabilities US\$ | |
| Currency derivatives | <u>27,801</u> | <u>(317,589)</u> | <u>1,093,049</u> | <u>34,424</u> | <u>(45,490)</u> | <u>1,132,367</u> |

26 Derivatives (continued)

(b) Fair values and credit risk weighted amounts of derivatives (Continued)

The tables above give the notional amounts, fair value and credit risk weighted amounts of derivative transactions. The fair value is calculated for the purposes of deriving the credit risk weighted amounts. These are assessed in accordance with the Banking (Capital) Rules.

The Company did not enter into any bilateral netting arrangements during the period/year and accordingly these amounts are shown on a gross basis.

(c) Remaining life of derivatives

The following table provides an analysis of the notional amount of derivatives of the Company by relevant maturity grouping based on the remaining periods to settlement at the end of reporting period.

| | 30-9-2025 US\$ | 31-3-2025 US\$ |
|--|--------------------|--------------------|
| Currency derivatives | | |
| - Notional amounts with remaining life of one year or less | <u>257,500,000</u> | <u>257,500,000</u> |

27 Contingent liabilities and commitments

The following is a summary of the contractual amounts of each significant class of contingent liabilities and commitments:

| | 30-9-2025 US\$ | 31-3-2025 US\$ |
|--|-------------------|-------------------|
| Other commitments | | |
| - with an original maturity of under one year or which are unconditionally cancellable | <u>16,140,092</u> | <u>17,093,845</u> |
| | <u>16,140,092</u> | <u>17,093,845</u> |

Contingent liabilities and commitments are credit-related instruments which include acceptances, letters of credit, guarantees and commitments to extend credit. The risk involved is essentially the same as the credit risk involved in extending loan facilities to customers. The contractual amounts represent the amounts at risk should the contract be fully drawn upon and the clients default. As the facilities may expire without being drawn upon, the contractual amounts do not represent expected future cash flows.

28 International claims

The Company analyses international claims by exposures to foreign counterparties on which the ultimate risk lies, and is derived according to the location of the counterparties after taking into account any transfer of risk. The transfer of risk from one country to another is recognised if the claims against a counterparty are guaranteed by another party in a different country or if the claims are on an overseas branch of a bank whose head office is located in a different country. Those areas which contribute 10% or more of the aggregate international claims are as follows:

| | 30-9-2025 | | | | |
|---------------------------|--------------------------------|-----------------|---------------------|-----------------------|-------------------|
| | <i>Non-bank private sector</i> | | | | |
| | <i>Banks</i> | <i>Official</i> | <i>Non-bank</i> | <i>Non-financial</i> | <i>Total</i> |
| | <i>US\$</i> | <i>sector</i> | <i>financial</i> | <i>private sector</i> | <i>US\$</i> |
| | | <i>US\$</i> | <i>institutions</i> | | |
| | | | <i>US\$</i> | <i>US\$</i> | |
| Developed countries | 28,785,459 | - | 24,960 | 2,587,410 | 31,397,829 |
| – of which: Japan | 14,575,660 | - | 24,960 | 2,587,410 | 17,188,030 |
| Offshore centres | 171,597 | - | 15,467,340 | 30,806,785 | 46,445,722 |
| – of which: Hong Kong | 171,597 | - | 15,467,340 | 30,375,024 | 46,013,961 |
| Developing Asia Pacific | 14,161,059 | - | 474 | 7,895,372 | 22,056,905 |
| – of which: Taiwan, China | 14,145,079 | - | - | - | 14,145,079 |
| | <u>43,118,115</u> | <u>-</u> | <u>15,492,774</u> | <u>41,289,567</u> | <u>99,900,456</u> |

| | 31-3-2025 | | | | |
|---------------------------|--------------------------------|-----------------|---------------------|-----------------------|-------------------|
| | <i>Non-bank private sector</i> | | | | |
| | <i>Banks</i> | <i>Official</i> | <i>Non-bank</i> | <i>Non-financial</i> | <i>Total</i> |
| | <i>US\$</i> | <i>sector</i> | <i>financial</i> | <i>private sector</i> | <i>US\$</i> |
| | | <i>US\$</i> | <i>institutions</i> | | |
| | | | <i>US\$</i> | <i>US\$</i> | |
| Developed countries | 8,091,474 | - | 24,965 | 1,328,042 | 9,444,481 |
| Offshore centres | 564,024 | - | 10,616,592 | 37,581,516 | 48,762,132 |
| – of which: Hong Kong | 564,024 | - | 10,616,592 | 36,862,435 | 48,043,051 |
| Developing Asia Pacific | 8,499,727 | - | 465 | 3,283,748 | 11,783,940 |
| – of which: Taiwan, China | 8,483,715 | - | - | - | 8,483,715 |
| | <u>17,155,225</u> | <u>-</u> | <u>10,642,022</u> | <u>42,193,306</u> | <u>69,990,553</u> |

29 Currency risk

The Company's foreign currency positions arise from foreign exchange transactions. All foreign currency positions are managed by the treasury department within limits approved by the Board.

The Company seeks to match closely its foreign currency denominated assets with corresponding liabilities in the same currencies. The Company also uses foreign currency forward contracts to manage foreign currency risk.

The net positions in foreign currencies are disclosed when each currency constitutes 10% or more of the respective total net position in all foreign currencies.

| | <i>30-9-2025</i> | | |
|----------------------------------|------------------------|---------------------|-------------------|
| | <i>USD equivalents</i> | | |
| | <i>HK dollars</i> | <i>Japanese Yen</i> | <i>Total</i> |
| Spot assets | 320,250,011 | 34,286,606 | 354,536,617 |
| Spot liabilities | (52,184,483) | (29,065,811) | (81,250,294) |
| Forward sales | (257,418,709) | - | (257,418,709) |
| Net long non-structural position | <u>10,646,819</u> | <u>5,220,795</u> | <u>15,867,614</u> |

| | <i>31-3-2025</i> | | |
|----------------------------------|------------------------|---------------------|-------------------|
| | <i>USD equivalents</i> | | |
| | <i>HK dollars</i> | <i>Japanese Yen</i> | <i>Total</i> |
| Spot assets | 337,775,272 | 33,901,969 | 371,677,241 |
| Spot liabilities | (69,907,943) | (28,547,106) | (98,455,049) |
| Forward sales | (257,168,207) | - | (257,168,207) |
| Net long non-structural position | <u>10,699,122</u> | <u>5,354,863</u> | <u>16,053,985</u> |

The Company does not have any structural position as at 30 September 2025 (31 March 2025: US\$nil).

30 Liquidity maintenance ratio

| | <i>Six months ended 30-9-2025</i> | <i>Six months ended 30-9-2024</i> | <i>Year ended 31-3-2025</i> |
|-------------------------------------|---|---|-------------------------------------|
| Average liquidity maintenance ratio | <u>510.82%</u> | <u>104.27%</u> | <u>156.3%</u> |

The purpose of liquidity management is to ensure sufficient cash flows to meet all financial commitments and to capitalize on opportunities for business expansion. To manage liquidity risk, the Company has established a liquidity risk management policy (“the policy”) which is reviewed by management and approved by the Directors. The policy is reviewed at least annually.

The Company measures liquidity through the statutory Liquidity Maintenance Ratios (“LMR”), unsecured connected lending exposures and maturity mismatch ratio against internal and/or regulatory requirements.

Management closely monitors the liquidity of the Company on a daily basis to ensure that the liquidity structure of Company’s assets, liabilities and commitments can meet its funding needs and that the statutory liquidity ratio is always complied with. The Company’s average LMR for the year was well above the statutory minimum requirement of 25%.

The average LMR is the simple average of each calendar month’s average LMR, computed on the solo basis, which is the basis of computation agreed with the HKMA and has been computed in accordance with the Banking (Liquidity) Rules.

The Board of Directors empowered the Asset and Liability Management Committee (“ALCO”) to formulate, review, and update the policy from time to time in order to oversee the Company in managing its liquidity.

ALCO is responsible for the implementation and maintenance of the overall risk management framework relating to balance sheet structure, market risks and funding and liquidity management across the Company’s banking business. Monthly meeting will be conducted.

Liquidity stress testing is a risk management tool for estimating risk exposure under stressed conditions arising from extreme but plausible market or macroeconomic movements. The Company conducts stress testing through scenario analysis for (i) Liquidity Ratio and (ii) Maturity Mismatch Ratio.

Other monitoring measures:

(i) Treasury Department prepares Daily Liquidity Ratio Projection Report to forecast up to 7 days liquidity ratio on daily basis, which reflects a more realistic liquidity position for monitoring and considering the necessity of funding arrangement promptly.

(ii) Regarding unsecured lending to connected companies, Treasury Department daily projects the ratio against capital base and Accounting Department monitors the ratio on daily basis.

30 Liquidity maintenance ratio (continued)

Other monitoring measures:(continued)

(iii) Regarding cash flow projections, Projection of Cash Flow Report for coming four months is prepared by Treasury Department, for establishing financial plans and recognizing the timing and amount of fund raising that aligns strategic objectives.

(iv) Liquidity related issues, strategies, internal risk limits and stress testing results are reported in monthly ALCO meetings and documented in meeting minutes.

31 Capital and capital adequacy

| | 30-9-2025 | 31-3-2025 |
|---|---------------|---------------|
| Capital ratio: | | |
| Common Equity Tier 1 (“CET1”) Capital Ratio | 80.26% | 71.89% |
| Tier 1 Capital Ratio | 80.26% | 71.89% |
| Total Capital Ratio | <u>80.95%</u> | <u>72.82%</u> |

The capital adequacy ratios were calculated in accordance with the Banking (Capital) Rules. The Company has adopted the “basic approach” for the calculation of the risk-weighted assets for credit risk, and “standardised approach” for the calculation of operational risk.

During the year ended 31 March 2025 and for the six month ended 30 September 2025, market risk arising from the Company’s trading book is minimal. The Company has been granted exemption by the HKMA as it can fulfil the exemption criteria set out in sections 22(1)(a) and (b) of the Banking (Capital) Rules. Hence, the Company was exempted from the calculation of market risk.

31 Capital and capital adequacy (continued)

The components of total capital before and after deductions are shown below:

| | 30-9-2025 US\$ | 31-3-2025 US\$ |
|--|-------------------|-------------------|
| CET1 Capital: | | |
| CET1 Capital instruments | 32,000,000 | 32,000,000 |
| Retained earnings | 257,069,153 | 255,525,177 |
| Disclosed reserves | (385,620) | (325,312) |
| | <hr/> | <hr/> |
| CET1 Capital before deductions | 288,683,533 | 287,199,865 |
| Regulatory deductions to CET1 capital: | | |
| Regulatory reserve for general banking risks | (344,800) | - |
| Net deferred tax assets | (909,310) | (1,078,877) |
| | <hr/> | <hr/> |
| Total CET1 Capital | 287,429,423 | 286,120,988 |
| Additional Tier 1 (“AT1”) Capital | <hr/> - | <hr/> - |
| Total Tier 1 (“T1”) Capital | <hr/> 287,429,423 | <hr/> 286,120,988 |
| Tier 2 (“T2”) Capital | | |
| Collective impairment allowances and regulatory reserve for general banking risks eligible for inclusion in Tier 2 capital | 2,460,668 | 3,715,383 |
| | <hr/> | <hr/> |
| Total T2 Capital | 2,460,668 | 3,715,383 |
| | <hr/> | <hr/> |
| Total Capital | <hr/> 289,890,091 | <hr/> 289,836,371 |

To comply with the Banking (Disclosure) Rules (“BDR”), all additional information in relation to the Company’s regulatory capital disclosures will be published under “Regulatory Disclosures” section on the Company’s website (<http://www.orix.com.hk>).

32 Leverage ratio

The leverage ratio was compiled in accordance with the Leverage Ratio Framework issued by the HKMA.

| | 30-9-2025 | 31-3-2025 |
|----------------|---------------|---------------|
| Leverage ratio | <u>77.69%</u> | <u>73.67%</u> |

For the purposes of compliance with the BDR, information in relation to the Company's regulatory leverage ratio disclosures will be published under "Regulatory Disclosures" section on the Company's website (<http://www.orix.com.hk>).

33 Countercyclical capital buffer ratio

The countercyclical capital buffer ("CCyB") was compiled in accordance with the CCyB ratio framework issued by the HKMA.

| | 30-9-2025 | 31-3-2025 |
|------------|---------------|---------------|
| CCyB ratio | <u>0.477%</u> | <u>0.489%</u> |

For the purposes of compliance with the BDR, the Company's risk-weighted amounts in relation to each jurisdiction in which the Company has private sector credit exposures and the applicable CCyB ratio for each jurisdiction that is relevant to the calculation of the Company's CCyB ratio are as follows:

| <i>Jurisdiction</i> | <u>30-9-2025</u> | <i>CCyB ratio</i> | <u>31-3-2025</u> | <i>CCyB ratio</i> |
|------------------------|-------------------------------------|-------------------|-------------------------------------|-------------------|
| | <i>Total</i> | | <i>Total</i> | |
| | <i>risk-weighted amount</i> US\$ | | <i>risk-weighted amount</i> US\$ | |
| Hong Kong SAR | 286,390,556 | 0.5% | 336,853,804 | 0.5% |
| China | 8,338,806 | 0% | 3,407,870 | 0% |
| Curacao | - | 0% | - | 0% |
| Japan | 4,941,627 | 0% | 2,998,837 | 0% |
| Macao SAR | - | 0% | - | 0% |
| Samoa | - | 0% | - | 0% |
| Singapore | 518,577 | 0% | 1,347,614 | 0% |
| West Indies UK | - | 0% | - | 0% |
| Total across countries | <u>300,189,566</u> | | <u>344,608,125</u> | |

33 Countercyclical Capital Buffer Ratio (continued)

To comply with the BDR, information in relation to the Company's regulatory CCyB ratio disclosures will be published under "Regulatory Disclosures" section on the Company's website (<http://www.orix.com.hk>).

34 Interim disclosure statement and statement of compliance

This interim financial disclosure statement for the six months ended 30 September 2025 is prepared in accordance with the requirements set out in the Banking (Disclosure) Rules issued by the HKMA. The Company has fully complied with such disclosure requirements.

Should there be any inconsistencies between the English and Chinese versions, the English version shall prevail.