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SiS INTERNATIONAL HOLDINGS LIMITED

新龍國際集團有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 00529)

FINAL RESULTS FOR THE YEAR ENDED 31 DECEMBER 2024

The directors (the “Directors”) of SiS International Holdings Limited (the “Company”) are pleased to announce that the audited consolidated results of the Company and its subsidiaries (the “Group”) for the year ended 31 December 2024 together with comparative figures for the corresponding year in 2023 which are set out as follow:

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the year ended 31 December 2024

	<i>Notes</i>	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Revenue		9,006,657	9,067,962
Cost of sales		(8,259,742)	(8,399,374)
Gross profit		746,915	668,588
Other income		53,834	43,619
Other gains and losses, net	3	(15,738)	(48,481)
Selling and distribution expenses		(284,793)	(239,774)
Administrative expenses		(212,181)	(183,065)
Gain from changes in fair value of financial instruments at fair value through profit or loss (“FVTPL”)		94,648	126,517
Net loss from changes in fair value of investment properties		(71,886)	(47,074)
Reversal of (impairment loss) under expected credit loss model, net of reversal		31,122	(11,737)
Share of results of associates		10,611	9,699
Finance costs		(75,435)	(78,971)
Profit before tax		277,097	239,321
Income tax expense	4	(63,737)	(78,909)
Profit for the year	5	213,360	160,412
Profit for the year attributable to:			
Owners of the Company		136,205	88,719
Non-controlling interests		77,155	71,693
		213,360	160,412

* For identification purposes only

CONSOLIDATED STATEMENT OF PROFIT OR LOSS (Continued)

For the year ended 31 December 2024

	<i>Note</i>	2024 <i>HK Cents</i>	2023 <i>HK Cents</i>
Earnings per share	7		
- Basic		<u>49.0</u>	<u>31.9</u>
- Diluted		<u>49.0</u>	<u>31.9</u>

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2024

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Profit for the year	<u>213,360</u>	<u>160,412</u>
Other comprehensive income (expense):		
Items that will not be reclassified to profit or loss		
Fair value gain (loss) on equity instruments at fair value through other comprehensive income ("FVTOCI")	8,260	(9,379)
Adjustment on actuarial assumptions on retirement benefits obligations	<u>-</u>	<u>2,750</u>
	<u>8,260</u>	<u>(6,629)</u>
Items that may be subsequently reclassified to profit or loss		
Exchange differences arising on translation of foreign operations		
- Subsidiaries	(52,707)	(12,482)
- Associates	<u>(6,175)</u>	<u>(3,838)</u>
	<u>(58,882)</u>	<u>(16,320)</u>
Other comprehensive expense for the year	<u>(50,622)</u>	<u>(22,949)</u>
Total comprehensive income for the year	<u>162,738</u>	<u>137,463</u>
Total comprehensive income for the year attributable to:		
Owners of the Company	88,728	60,601
Non-controlling interests	<u>74,010</u>	<u>76,862</u>
	<u>162,738</u>	<u>137,463</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 December 2024

	<i>Notes</i>	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Non-current Assets			
Investment properties		3,105,288	3,376,893
Property, plant and equipment		643,632	643,893
Right-of-use assets		73,382	38,823
Goodwill		126,406	126,406
Interests in associates		98,009	97,158
Financial instruments at fair value through profit or loss ("FVTPL")		440,079	330,571
Equity instruments at FVTOCI		32,383	38,367
Deferred tax assets		91,530	88,864
Other financial assets		4,965	4,265
Other assets		2,500	2,500
Trade receivables	8	28,873	46,614
		4,647,047	4,794,354
Current Assets			
Inventories		787,179	829,964
Trade and other receivables, deposits and prepayments	8	1,625,415	1,600,744
Amount due from an associate		251	276
Tax recoverable		449	3,718
Financial instruments at FVTPL		31,127	87,890
Pledged deposits		289,915	323,234
Cash and cash equivalents		1,148,732	961,129
		3,883,068	3,806,955
Current Liabilities			
Trade payables, other payables and accruals	9	1,094,773	1,018,635
Contract liabilities		22,352	14,956
Lease liabilities		20,453	19,079
Advance lease payments		1,238	1,253
Amount due to an associate		19	20
Derivative financial instruments		11,344	3,600
Tax payable		25,350	31,243
Bank borrowings		1,893,147	2,394,193
Bonds		1,414	36,532
Rental deposits		8,954	11,660
		3,079,044	3,531,171
Net Current Assets		804,024	275,784
Total Assets less Current Liabilities		5,451,071	5,070,138
Non-current Liabilities			
Lease liabilities		68,021	39,500
Advance lease payments		15,917	19,862
Bank borrowings		755,589	628,680
Bonds		196,991	106,632
Rental deposits		70,804	73,863
Deferred tax liabilities		144,560	129,996
Retirement benefits obligations		22,992	18,969
		1,274,874	1,017,502
Net Assets		4,176,197	4,052,636

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Continued)

At 31 December 2024

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Capital and Reserves		
Share capital	27,797	27,797
Share premium	73,400	73,400
Other reserves	(187,220)	(131,372)
Retained profits	<u>3,584,477</u>	<u>3,445,460</u>
Equity attributable to owners of the Company	3,498,454	3,415,285
Non-controlling interests	<u>677,743</u>	<u>637,351</u>
Total Equity	<u>4,176,197</u>	<u>4,052,636</u>

Notes:**1. APPLICATION OF NEW AND AMENDMENTS TO HONG KONG FINANCIAL REPORTING STANDARDS ("HKFRSs")**Amendments to HKFRSs that are mandatorily effective for the current year

In the current year, the Group has applied the following amendments to HKFRSs issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") for the first time, which are mandatorily effective for the Group's annual periods beginning on 1 January 2024 for the preparation of the consolidated financial statements:

Amendments to HKFRS 16	Lease Liability in a Sale and Leaseback
Amendments to HKAS 1	Classification of Liabilities as Current or Noncurrent and related amendments to Hong Kong Interpretation 5 (2020)
Amendments to HKAS 1	Non-current Liabilities with Covenants
Amendments to HKAS 7 and HKFRS 7	Supplier Finance Arrangements

The application of the amendments to HKFRSs in the current year has had no material impact on the Group's financial positions and performance for the current and prior years and/or on the disclosures set out in these consolidated financial statements.

New and amendments to HKFRSs in issue but not yet effective

The Group has not early applied the following new and amendments to HKFRSs that have been issued but are not yet effective:

Amendments to HKFRS 9 and HKFRS 7	Amendments to the Classification and Measurement of Financial Instruments ³
Amendments to HKFRS 9 and HKFRS 7	Contracts Referencing Nature-dependent Electricity ³
Amendments to HKFRS 10 and HKAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture ¹
Amendments to HKFRSs	Annual Improvements to HKFRS Accounting Standards - Volume 11 ³
Amendments to HKAS 21	Lack of Exchangeability ²
HKFRS 18	Presentation and Disclosure in Financial Statements ⁴
HKFRS 19	Subsidiaries without Public Accountability: Disclosures ⁴

1. APPLICATION OF NEW AND AMENDMENTS TO HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (Continued)

- 1 Effective for annual periods beginning on or after a date to be determined
- 2 Effective for annual periods beginning on or after 1 January 2025
- 3 Effective for annual periods beginning on or after 1 January 2026
- 4 Effective for annual periods beginning on or after 1 January 2027

The directors of the Company anticipate that the application of all other new amendments to HKFRSs will have no material impact on the consolidated financial statements in the foreseeable future.

2. SEGMENT INFORMATION

Information reported to the executive directors, being the chief operating decision makers ("CODM"), for the purpose of resource allocation and assessment of segment performance focuses on the distribution of mobile and IT products (Hong Kong and Thailand), property investment and hotel operations (Japan and other regions) and securities investment. Segment liabilities have not been presented as these are not presented to the CODM.

Segment revenue and results

The following is an analysis of the Group's revenue and results by reportable and operating segments for the year:

	2024					
	Distribution of mobile and IT products		Property investment and hotel operations		Securities investment	Consolidated
	Hong Kong HK\$'000	Thailand HK\$'000	Japan HK\$'000	Other regions HK\$'000	HK\$'000	HK\$'000
<i>Segment revenue</i>						
- Revenue from contracts with customers	2,389,724	6,284,594	193,883	-	-	8,868,201
- Leasing of investment properties	-	-	115,337	23,119	-	138,456
External sales	<u>2,389,724</u>	<u>6,284,594</u>	<u>309,220</u>	<u>23,119</u>	<u>-</u>	<u>9,006,657</u>
<i>Segment profit (loss)</i>	<u>32,224</u>	<u>213,673</u>	<u>130,912</u>	<u>(106,674)</u>	<u>97,881</u>	368,016
Share of results of associates						10,611
Finance costs						(75,435)
Other unallocated income						27,342
Unallocated corporate expenses						<u>(53,437)</u>
Profit before tax						<u>277,097</u>

2. SEGMENT INFORMATION (Continued)

Segment revenue and results (Continued)

	2023					
	Distribution of mobile and IT products		Property investment and hotel operations		Securities investment	Consolidated
	Hong Kong HK\$'000	Thailand HK\$'000	Japan HK\$'000	Other regions HK\$'000	HK\$'000	HK\$'000
<i>Segment revenue</i>						
- Revenue from contracts with customers	2,625,286	6,132,169	162,656	-	-	8,920,111
- Leasing of investment properties	-	-	123,697	24,154	-	147,851
External sales	<u>2,625,286</u>	<u>6,132,169</u>	<u>286,353</u>	<u>24,154</u>	<u>-</u>	<u>9,067,962</u>
<i>Segment profit (loss)</i>	<u>29,999</u>	<u>204,225</u>	<u>110,919</u>	<u>(137,620)</u>	<u>128,741</u>	336,264
Share of results of associates						9,699
Finance costs						(78,971)
Other unallocated income						22,979
Unallocated corporate expenses						<u>(50,650)</u>
Profit before tax						<u>239,321</u>

Segment profit reported to the CODM for the purposes of resource allocation and performance assessment does not include unallocated corporate expenses, share of results of associates, other unallocated income and finance costs.

3. OTHER GAINS AND LOSSES, NET

	2024 HK\$'000	2023 HK\$'000
Exchange loss, net	(16,326)	(16,140)
Gain on disposal of property, plant and equipment	399	51
(Loss) gain from changes in fair value of derivative financial instruments	(7,588)	8,212
Reversal of (impairment loss) of property, plant and equipment	<u>7,777</u>	<u>(40,604)</u>
	<u>(15,738)</u>	<u>(48,481)</u>

4. INCOME TAX EXPENSE

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Hong Kong Profits Tax:		
Current year	3,700	2,127
(Over) underprovision in prior years	<u>(105)</u>	<u>89</u>
	<u>3,595</u>	<u>2,216</u>
Overseas Tax:		
Current year	47,678	58,919
(Over) underprovision in prior years	(10,503)	66
Withholding tax on declared dividend income	<u>2,255</u>	<u>3,256</u>
	<u>39,430</u>	<u>62,241</u>
Deferred taxation	<u>20,712</u>	<u>14,452</u>
	<u>63,737</u>	<u>78,909</u>

Under the two-tiered profits tax rates regime of Hong Kong Profits Tax, the first HK\$2 million of profits of the qualifying group entity will be taxed at 8.25%, and profits above HK\$2 million will be taxed at 16.5%. The profits of group entities not qualifying for the two-tiered profits tax rates regime will continue to be taxed at a flat rate of 16.5%. Accordingly, the Hong Kong Profits Tax is calculated at 8.25% on the first HK\$2 million of the estimated assessable profits and at 16.5% on the estimated assessable profits above HK\$2 million.

Overseas taxation is calculated at the rates prevailing in the respective jurisdictions.

Corporate Tax in Japan is calculated at 23.2% (2023: 23.2%) on the estimated assessable profit for the year. Pursuant to relevant laws and regulations in Japan, withholding tax is imposed at 20.42% and 5% on dividends declared to local investors and foreign investors, respectively, in respect of profit earned by Japanese subsidiaries.

Corporate Tax in Thailand is calculated at 20% (2023: 20%) on the estimated assessable profit for the year.

5. PROFIT FOR THE YEAR

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Profit for the year has been arrived at after charging:		
Cost of inventories recognised as an expense (including write-down of inventories of HK\$24,387,000 (2023: HK\$31,032,000))	8,067,200	8,218,914
Depreciation of property, plant and equipment	34,111	35,162
Depreciation of right-of-use assets	16,440	14,275
Interest on bank borrowings	69,612	73,415
Interest on bonds	2,387	2,300
	<u> </u>	<u> </u>
and after crediting:		
Net rental income	48,683	91,517
Interest income from bank deposits	34,465	26,782
Dividend income from equity instruments at FVTOCI	935	655
Dividend income from financial instruments at FVTPL	2,297	1,568
	<u> </u>	<u> </u>

6. DIVIDENDS

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Dividend recognised as distribution during the year ended		
Final dividend, paid in respect of the year ended 31 December 2023 of 2.0 HK cents per share (2023: Final dividend paid in respect of the year ended 31 December 2022 of 2.0 HK cents per share)	5,559	5,559
	<u> </u>	<u> </u>

A final dividend of 2.0 HK cents per share amounting to HK\$5,559,000 for the year ended 31 December 2024 have been proposed by the directors of the Company and are subject to approval by the shareholders in the forthcoming annual general meeting.

7. EARNINGS PER SHARE

The calculation of both basic and diluted earnings per share are based on the Group's profit attributable to owners of the Company of HK\$136,205,000 (2023: HK\$88,719,000) and the weighted average number of ordinary shares calculated below.

	2024	2023
Weighted average number of ordinary shares for the purpose of basic and diluted earnings per share	277,966,666	277,966,666
	<u> </u>	<u> </u>

The computation of diluted earnings per share for the year ended 31 December 2024 did not assume the exercise of all share options of the Company (2023: the Company and SiS Mobile Holdings Limited ("SiS Mobile")) as the exercise prices of those options are higher than the average market prices of the shares of the Company (2023: the Company and SiS Mobile).

8. TRADE AND OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS

Included in the trade and other receivables, deposits and prepayments are trade and lease receivables of HK\$1,429,023,000 (2023: HK\$1,432,992,000). The following is an analysis of trade and lease receivables by age, net of allowance for credit losses, presented based on the invoice date for trade receivables and demand note date for lease receivables at the end of the reporting period.

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Within 30 days	555,633	605,812
31 to 90 days	557,626	519,817
91 to 120 days	72,036	63,493
Over 120 days	<u>243,728</u>	<u>243,870</u>
Trade and lease receivables	<u>1,429,023</u>	<u>1,432,992</u>
Analysed as		
Current portion	1,400,150	1,386,378
Non-current portion (Note)	<u>28,873</u>	<u>46,614</u>
	<u>1,429,023</u>	<u>1,432,992</u>

Note: The trade receivables classified as non-current based on expected settlement dates by instalment schedule.

The Group maintains a defined credit policy. Before accepting any new customers, the Group assesses the potential customer's credit quality and defines credit limits by customers. Limits granted to customers are reviewed periodically. For sales of goods, the Group usually allows credit period range from 30 to 90 days to its trade customers. No credit period is granted to the customers for renting of properties. Rent is payable on presentation of a demand note. No interest is charged on overdue debts.

9. TRADE PAYABLES, OTHER PAYABLES AND ACCRUALS

Included in trade payables, other payables and accruals are trade payables of HK\$665,863,000 (2023: HK\$605,203,000). The following is an aged analysis of the trade payables, based on the invoice date, at the end of the reporting period.

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Within 30 days	477,232	490,263
31 to 90 days	153,124	104,394
91 to 120 days	17,287	1,368
Over 120 days	<u>18,220</u>	<u>9,178</u>
Trade payables	<u>665,863</u>	<u>605,203</u>

The average credit period on purchase of goods is 30 to 60 days. The Group has policies in place to ensure that all payables are paid within the credit time frame.

EVENTS AFTER THE REPORTING PERIOD

There is no significant event affecting the Group that had occurred since the end of the year up to the date of this announcement.

FINAL DIVIDEND

To reward loyal shareholders, the directors recommend a final dividend of 2.0 HK cents per share (the “Final Dividend”) payable to shareholders on the register of members on 4 July 2025. Subject to the approval of the shareholders at the forthcoming annual general meeting, the Final Dividend will be payable in cash on 18 July 2025.

CLOSE OF REGISTER OF MEMBERS

The register of members will be closed on 3 July and 4 July 2025, during which period no transfer of shares will be effected. In order to qualify for the proposed final dividend for the year ended 31 December 2024, all transfers accompanied by the relevant share certificates and transfer forms must be lodged with the Company’s Branch Share Registrar in Hong Kong, Tricor Investor Services Limited, at 17/F., Far East Finance Centre, 16 Harcourt Road, Hong Kong, not later than 4:30 p.m. on 2 July 2025.

BUSINESS REVIEW

In a landscape marked by challenges, our strategic initiatives and commitment to resilience have yielded commendable outcomes. Notably, our net profit increased by 33%, reaching HK\$213.4 million, compared to HK\$160.4 million in the previous year. This achievement is particularly significant given a stay level revenue HK\$9.01 billion. Additionally, our net asset value per share rose from HK\$14.6 to HK\$15.0, while earnings per share grew from HK 31.9 cents to HK 49.0 cents.

Financial Highlights

- Net Profit for the year: HK\$213,360,000, reflecting an increase of 33% from HK\$160,412,000.
- Revenue: Decreased by 1%, from HK\$9.07 billion to HK\$9.01 billion.
- Net Asset Value Per Share: Increased by 2.7%, from HK\$14.6 in 2023 to HK\$15.0 in 2024.
- Earnings Per Share: Increased by 54%, from HK cents 31.9 to HK cents 49.0.

Distribution Business

Total distribution revenue amounted to HK\$8,674,318,000, 1% decreased when compared to last year revenue. In Thailand, the business experienced a continuing growth with government economic stimulus policies that encouraging consumer spending as well as increased demand for AI and cloud services. On the other hand, revenue from Hong Kong dropped as decline trend in smartphones demand continued.

SiS Distribution (Thailand) Public Company Limited contributed HK\$213,673,000 to the segment profit, represented a growth of 4.6% while its revenue grew 2.5% to HK\$6,284,594,000.

In Hong Kong, although mobile phone demand has waned, we have successfully moderated this impact through growth in our IT solution products and value-added services. Reported segment profit from Hong Kong market grew 7.4% despite of decreased in revenue.

Real Estate Investments Business

As of 31 December 2024, the carrying value of our properties in Japan amounted to HK\$2.08billion, while the combined value of our investment properties in Hong Kong, Singapore, and Thailand stood at HK\$1.29 billion. Revenue from rental leases and hotel operations in Japan experienced growth, driven by the recovering tourism industry. Additionally, we strategically acquired a luxury hotel property in Awashima, Japan, further enhancing our real estate portfolio.

In Hong Kong, challenging conditions in the office space and commercial property markets resulted in a decrease in rental revenue and a fair value loss of HK\$127,600,000. Nevertheless, we expected improvement in occupancy rates in 2025.

Investment in IT, Securities and other Businesses

The Group achieved a segment gain of HK\$97,881,000 from securities investments and holdings as the technology stocks remained the focus in market. Our associated company in Bangladesh, IT Consultants PLC, continued to show growth, contributing HK\$10,611,000 to the Group in 2024.

Asset Management

In 2024, we observed a recalibration of valuations among numerous technology startups and growth companies, aligning with prevailing market conditions. SiS Cloud Global Tech Fund 8 and SiS SPAC Fund are on the right track and had a positive contribution to its investors.

PROSPECT

The global business environment continues to navigate the aftereffects of the COVID-19 pandemic, with a gradual recovery observed in the tourism sector. However, geopolitical tensions, the ongoing trade conflict between the USA and China, and high interest rates have continued to influence economic recovery. In light of these challenges, our Group has demonstrated remarkable resilience and adaptability, positioning ourselves for sustained performance.

As we look ahead, the Group remains cautious yet optimistic in the face of ongoing global challenges. Our directors are proactively exploring new opportunities, particularly in expanding our distribution business and optimizing capital structure. With strong fundamentals and a solid balance sheet, we are well-equipped to execute strategies that drive long-term growth.

FINANCIAL REVIEW AND ANALYSIS

Liquidity and Financial Resources

As at 31 December 2024, the Group had total assets of HK\$8,530,115,000 which were financed by total equity of HK\$4,176,197,000 and total liabilities of HK\$4,353,918,000. The Group had a current ratio of approximately 1.26 compared to that of approximately 1.08 at 31 December 2023.

As at year end 2024 the Group had HK\$1,438,647,000 (2023: HK\$1,284,363,000) bank deposits balances and cash of which HK\$289,915,000 (2023: HK\$323,234,000) was pledged to banks to secure bank borrowings. The Group's working capital requirements were mainly financed by internal resources, bank borrowings and bonds. As at 31 December 2024, the Group had short term borrowings and bonds of HK\$1,894,561,000 (2023: HK\$2,430,725,000) and long term borrowings and bonds of HK\$952,580,000 (2023: HK\$735,312,000). The borrowings were mainly denominated in Japanese Yen, Thai Baht, United States Dollar and Hong Kong Dollar, and were charged by banks at floating interest rates.

At the end of December 2024, the Group had a net cash deficit (total bank borrowings and bonds, less bank balances and cash and pledged deposits) of HK\$1,408,494,000 (2023: HK\$1,881,674,000).

Gearing ratio, as defined by total bank borrowings and bonds to total equity as at 31 December 2024 was 68% (2023: 78%).

Charges on Group Assets

At the balance sheet date, the Group's had pledged deposits of HK\$289,915,000 (2023: HK\$323,234,000), investment properties with carrying value of HK\$3,013,081,000 (2023: HK\$3,272,114,000) and property, plant and equipment with carrying value of HK\$563,303,000 (2023: HK\$557,663,000) were pledged to banks to secure general banking facilities granted to the Group and for purchase of real estates and working capital. Certain shares of subsidiaries have been pledged to the banks as at 31 December 2023 and 2024 to secure several banking facilities available to the Group.

Number and Remuneration of Employees, Remuneration Policies, Bonus and Share Option Schemes

The number of staff of the Group as at 31 December 2024 was 1,233 (2023: 1,160) and the salaries and other benefits paid and payable to employees, excluding Directors' emoluments and share option expenses, amounted to HK\$296,991,000 (2023: HK\$255,378,000) for the year ended 31 December 2024. In addition to the contributory provident fund and medical insurance in the Group and Employee Joint Investment Programme to motivate and retain employees in long term in Thailand, the Company adopts share option scheme and may grant shares to eligible employees of the Group. The Directors believe that the Company's share option schemes could create more incentives and benefits for the employees and therefore increase employees' productivity and contribution to the Group. During the year ended 31 December 2024, no share options have been granted or exercised. The Group's remuneration policy is to relate performance with compensation. The Group's salary and discretionary bonus system is reviewed annually. There are no significant changes in staff remuneration policies from last year.

Currency Risk Management

Certain purchase of goods of the Group are dominated in United States dollar. Certain bank balances are dominated in United States Dollar, Australian Dollar, Singapore Dollar, Japanese Yen and Renminbi, while certain bank borrowings are dominated in United States Dollar and Japanese Yen. These currencies are other functional currencies of the relevant group entities. The Group currently does not have comprehensive currency hedging policy. However, the management monitors the currency fluctuation exposure and has entered into foreign currency forward contracts. At 31 December 2024, the Group had outstanding forward contracts of notional amount HK\$306,610,000 (2023: HK\$160,220,000) which were measured at fair value at the reporting date.

Contingent Liabilities

At 31 December 2024, the Group did not have any contingent liabilities or guarantees (31 December 2023: Nil).

ENVIRONMENTAL, SOCIAL AND CORPORATION RESPONSIBILITY

As a responsible company, the Group is committed to maintain high environmental and social standards to ensure sustainable development of its business. The Group has complied with all relevant laws and regulations in relation to its business including employment, workplace conditions, health and safety and the environment. The Group understands a better future depends on everyone's participation and contribution. It has encouraged employees and other stakeholders to participate in environmental and social activities which benefit the community as a whole.

The Group maintains strong relationship with its employees, has enhanced cooperation with its vendors and has provided high quality products and services to its customers and resellers so as to ensure sustainable development. Details of the environmental, social and governance are included in the Environmental, Social and Governance Report which will be included in the 2024 annual report.

CORPORATE GOVERNANCE

The Company has complied with the Code of Corporate Governance Practices (the "Code") as set out in Appendix C1 of the Listing Rules throughout the year ended 31 December 2024, except for the Code B.2.2 and C.2.1 as disclosed in pages 11 of the Group's 2023 annual report under the Corporate Governance section.

MODEL CODE

The Company has adopted a code of conduct regarding securities transactions by directors on terms no less exacting than the required standard set out in Appendix C3 to the Listing Rules (the "Model Code"). Having made specific enquiry of all directors, all directors confirmed they have complied with the required standard set out in the Model Code and the code of conduct adopted by the Company.

AUDIT COMMITTEE

The Audit Committee comprises all independent non-executive Directors. The Audit Committee has reviewed the Company's consolidated financial statements for the year ended 31 December 2024, including the accounting principles and practices adopted by the Company, in conjunction with the Company's auditors. The financial figures in this announcement of the Group's results for the year ended 31 December 2024 have been agreed by the Group's external auditor.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

Neither the Company nor any subsidiaries has purchased, sold or redeemed any of the Company's listed securities during the year ended 31 December 2024.

SUFFICIENCY OF PUBLIC FLOAT

The Company has maintained a sufficient public float throughout the year ended 31 December 2024.

PUBLICATION OF RESULTS ANNOUNCEMENT AND ANNUAL REPORT

This results announcement is published on the Company's website at www.sisinternational.com.hk and the website of the Stock Exchange at www.hkexnews.hk. The 2024 annual report of the Company will be dispatched to shareholders of the Company and published on the above-mentioned websites on or before 30 April 2025.

APPRECIATION

On behalf of the Board, I extend my sincere gratitude to our dedicated staff, valued customers, supportive vendors, business partners, banks, and shareholders for their unwavering commitment and dedication, especially during these challenging market conditions. Your support, combined with the efforts of our senior management team, has enabled us to navigate this dynamic environment effectively.

On behalf of the Board of
SiS International Holdings Limited
LIM Kiah Meng
Chairman and Chief Executive Officer

Hong Kong, 24 March 2025

As at the date of this announcement, the executive directors are Mr. Lim Kiah Meng, Mr. Lim Hwee Hai, Madam Lim Hwee Noi, Mr. Lim Ee Ray and Mr. Lim Yi Alex. The independent non-executive directors are Ms. Ng See Wai Rowena, Ms. Tan Song Ping, Ms. Doe Julianne Pearl and Ms. Chu Chung Yi.