



Livi Bank

Interim Report
2026

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CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2026

	Notes	6 months ended 30 June 2026 HK\$'000	6 months ended 30 June 2025 HK\$'000
Operating income			
Interest income		141,846	168,804
Interest expense		(36,652)	(52,204)
Net interest income	4	105,194	116,600
Fee and commission income		44,988	37,950
Fee and commission expense		(6,084)	(1,318)
Net fee and commission income		38,904	36,632
Other operating income		6,389	10,403
TOTAL OPERATING INCOME		150,487	163,635
Operating expenses			
Staff costs		(64,708)	(58,043)
Legal and professional fees		(1,971)	(2,225)
Auditor's remuneration		(1,099)	(1,065)
Depreciation on property, plant and equipment	10	(2,463)	(5,596)
Amortisation of intangible assets	11	(11,267)	(17,350)
Impairment of intangible assets	11	(3,634)	–
Other operating expenses		(31,064)	(33,846)
TOTAL OPERATING EXPENSES		(116,206)	(118,125)
Net operating profit before net charges of impairment losses		34,281	45,510
Net charges of impairment losses		(6,092)	(43,109)
PROFIT BEFORE TAX		28,189	2,401
Income tax expense	5	–	–
PROFIT AFTER TAX		28,189	2,401
Other comprehensive income			
Items that will be reclassified subsequently to profit or loss when specific conditions are met:			
Financial assets at fair value through other comprehensive income ("FVOCI"):			
– Fair value changes		(5,146)	11,508
– Impairment losses recognised/(released)		34	(41)
OTHER COMPREHENSIVE PROFIT/(LOSS) FOR THE PERIOD		(5,112)	11,467
TOTAL COMPREHENSIVE PROFIT FOR THE PERIOD		23,077	13,868

CONDENSED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AT 30 JUNE 2026

	Notes	At 30 June 2026 HK\$'000	At 31 December 2025 HK\$'000
Assets			
Cash and balances with banks	6	353,655	473,102
Placements with banks	7	28,229	315,234
Financial investments	8	3,583,509	3,259,004
Loans and advances to customers	9	2,464,186	2,885,086
Property, plant and equipment	10	20,765	22,891
Intangible assets	11	34,323	49,691
Prepayments and other assets		54,765	49,534
TOTAL ASSETS		6,539,432	7,054,542
Liabilities			
Customer deposits	12	2,961,593	3,474,868
Balances from banks		1,339,000	1,300,000
Repurchase agreements	13	200,000	400,000
Lease liabilities		18,233	18,004
Other liabilities and provisions		222,668	86,809
TOTAL LIABILITIES		4,741,494	5,279,681
NET ASSETS		1,797,938	1,774,861
Equity			
Share capital	14	3,792,000	3,792,000
Other equity instruments	15	799,076	799,076
Reserves		(2,793,138)	(2,816,215)
TOTAL EQUITY		1,797,938	1,774,861

CONDENSED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2026

	Share capital HK\$'000	Other equity instruments HK\$'000	Accumulated losses HK\$'000	FVOCI reserve HK\$'000	Total HK\$'000
At 1 January 2025	3,792,000	799,076	(2,840,936)	(1,483)	1,748,657
Profit for the period	—	—	2,401	—	2,401
Change in fair value on financial assets at FVOCI	—	—	—	11,508	11,508
Impairment losses released	—	—	—	(41)	(41)
Total comprehensive profit for the period	—	—	2,401	11,467	13,868
At 30 June 2025	3,792,000	799,076	(2,838,535)	9,984	1,762,525
At 1 July 2025	3,792,000	799,076	(2,838,535)	9,984	1,762,525
Profit for the period	—	—	18,369	—	18,369
Change in fair value on financial assets at FVOCI	—	—	—	(6,039)	(6,039)
Impairment losses recognised	—	—	—	6	6
Total comprehensive profit/(loss) for the period	—	—	18,369	(6,033)	12,336
At 31 December 2025	3,792,000	799,076	(2,820,166)	3,951	1,774,861
At 1 January 2026	3,792,000	799,076	(2,820,166)	3,951	1,774,861
Profit for the period	—	—	28,189	—	28,189
Change in fair value on financial assets at FVOCI	—	—	—	(5,146)	(5,146)
Impairment losses recognised	—	—	—	34	34
Total comprehensive profit/(loss) for the period	—	—	28,189	(5,112)	23,077
At 30 June 2026	3,792,000	799,076	(2,791,977)	(1,161)	1,797,938

**CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)
 FOR THE PERIOD ENDED 30 JUNE 2026**

	Note	6 months ended 30 June 2026 HK\$'000	6 months ended 30 June 2025 HK\$'000
Cash flows from operating activities			
Profit for the period		28,189	2,401
Adjustments for non-cash items:			
Depreciation on property, plant and equipment	10	2,463	5,596
Amortisation of intangible assets	11	11,267	17,350
Impairment of intangible assets	11	3,634	—
Loss on disposal of intangible assets		1,322	—
Net charges of impairment losses		6,092	43,111
Interest income		—	(103)
Interest expenses	4	279	221
		<u>53,246</u>	<u>68,576</u>
Changes in operating assets and liabilities			
Decrease/(increase) in financial investments with an original maturity beyond three months		(29,529)	547,916
Decrease/(increase) in loans and advances to customers		415,121	(1,254,589)
Decrease/(increase) in prepayments and other assets		(5,626)	6,320
Increase/(decrease) in customer deposits		(513,275)	697,221
Increase in balances from banks		39,000	300,000
Decrease in repurchase agreement		(200,000)	—
Increase/(decrease) in other liabilities and provisions		135,958	(13,053)
Net cash flows generated from/(used in) operating activities		<u>(105,105)</u>	<u>352,391</u>
Cash flows from investing activities			
Purchase of property, plant and equipment	10	(337)	(861)
Purchase of intangible assets	11	(855)	(1,928)
Receipt of license fee relating to a lease		—	3,191
Net cash flows from/(used in) investing activities		<u>(1,192)</u>	<u>402</u>
Cash flow from a financing activity			
Payment of lease liabilities		(51)	(6,991)
Net cash flow used in a financing activity		<u>(51)</u>	<u>(6,991)</u>

CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED) (CONTINUED)
FOR THE PERIOD ENDED 30 JUNE 2026

	Note	6 months ended 30 June 2026 HK\$'000	6 months ended 30 June 2025 HK\$'000
Net increase/(decrease) in cash and cash equivalents		(106,348)	345,802
Cash and cash equivalents at beginning of period		1,080,624	902,571
Cash and cash equivalents at end of period	16	974,276	1,248,373

NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

30 JUNE 2026

1. GENERAL INFORMATION

Livi Bank Limited (the “Bank”) is incorporated and operates a digital banking business in Hong Kong after being granted the license by the HKMA on 27 March 2019. The address of the Bank’s registered office is 28th floor, Oxford House, 979 King’s Road, Quarry Bay, Hong Kong.

2. BASIS OF PREPARATION

These condensed interim financial statements have been prepared in compliance with Hong Kong Accounting Standard (“HKAS”) 34, Interim Financial Reporting, issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”).

The preparation of the condensed interim financial statements in conformity with HKAS 34 requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year-to-date basis. Actual results may differ from these estimates. In preparing the condensed interim financial statements, the significant judgements made by management in applying the Bank’s accounting policies and the key sources of estimation uncertainty were consistent with those that were applied to the financial statements for the year ended 31 December 2025.

The condensed interim financial statements should be read in conjunction with the financial statements for the year ended 31 December 2025, which have been prepared in accordance with Hong Kong Financial Reporting Standards (“HKFRSs”). The condensed interim financial statements are unaudited.

The financial information relating to the year ended 31 December 2025 that is included in the condensed interim financial statements for the six months ended 30 June 2026 as comparative information does not constitute the Bank’s statutory annual financial statements for that year but is derived from those financial statements. Further information relating to those statutory financial statements required to be disclosed in accordance with section 436 of the Hong Kong Companies Ordinance is as follows:

As the Bank is a private company, the Bank is not required to deliver its financial statements to the Registrar of Companies, and has not done so.

The Bank’s auditor has reported on the financial statements for the year ended 31 December 2025. The auditor’s report was unqualified; did not include a reference to any matters to which the auditor drew attention by way of emphasis without qualifying its report; and did not contain a statement under section 406(2), 407(2) or 407(3) of the Hong Kong Companies Ordinance.

3. CHANGES IN ACCOUNTING POLICIES

The accounting policies applied in preparing these condensed interim financial statements are materially consistent with those applied in preparing the financial statements for the year ended 31 December 2025. The following amended HKFRS Accounting Standard became effective from 1 January 2026. The revised accounting standard does not have a material impact on the condensed interim financial statements.

Amendments to HKFRS 9
and HKFRS 7

Amendments to the Classification and Measurement of Financial
Instruments

NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
30 JUNE 2026
3. CHANGES IN ACCOUNTING POLICIES (continued)

Annual Improvements to HKFRS Accounting Standards – Volume 11 Amendments to HKFRS 1, HKFRS 7, HKFRS 9, HKFRS 10 and HKAS 7

4. NET INTEREST INCOME

	6 months ended 30 June 2026 HK\$'000	6 months ended 30 June 2025 HK\$'000
Interest income from financial assets measured at amortised cost	111,539	129,561
Interest income from financial assets measured at FVOCI	30,307	39,243
Total interest income calculated using the effective interest rate method	<u>141,846</u>	<u>168,804</u>
Interest expense on financial liabilities measured at amortised cost	(36,373)	(51,983)
Interest expense on lease liabilities	(279)	(221)
Total interest expense	<u>(36,652)</u>	<u>(52,204)</u>
Net interest income	<u>105,194</u>	<u>116,600</u>

5. INCOME TAX

No provision for Hong Kong profits tax has been made as the Bank has available tax losses brought forward from prior years to offset the assessable profits generated during the year.

There were no significant changes to the nature of the tax expense application described in the 2025 financial statements. The Bank will continue to monitor future profitability and reassess the recognition of deferred tax assets when sufficient positive evidence of recoverability exists.

6. CASH AND BALANCES WITH BANKS

	At 30 June 2026 HK\$'000	At 31 December 2025 HK\$'000
Cash and balances with banks – Stage 1	353,786	473,217
Less: Allowances for impairment losses – Stage 1	(131)	(115)
	<u>353,655</u>	<u>473,102</u>

NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
30 JUNE 2026

7. PLACEMENTS WITH BANKS

	At 30 June 2026 HK\$'000	At 31 December 2025 HK\$'000
Placements with banks – Stage 1	28,230	315,279
Less: Allowances for impairment losses – Stage 1	(1)	(45)
	28,229	315,234

8. FINANCIAL INVESTMENTS

	At 30 June 2026 HK\$'000	At 31 December 2025 HK\$'000
At FVOCI:		
Debt securities – Stage 1	2,433,427	2,093,702
Less: Revaluation gains/(losses)	(1,376)	3,770
	2,432,051	2,097,472
At amortised cost:		
Certificate of deposits – Stage 1	1,152,027	1,162,090
Less: Allowances for impairment losses – Stage 1	(569)	(558)
	1,151,458	1,161,532
	3,583,509	3,259,004

9. LOANS AND ADVANCES TO CUSTOMERS

	At 30 June 2026 HK\$'000	At 31 December 2025 HK\$'000
Loans and advances to customers	2,512,770	2,943,061
Less: Allowances for impairment losses		
– Stage 1	(20,746)	(26,528)
– Stage 2	(4,416)	(9,405)
– Stage 3	(23,422)	(22,042)
	2,464,186	2,885,086

NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
30 JUNE 2026
10. PROPERTY, PLANT AND EQUIPMENT

	Leasehold improvements HK\$'000	Computer equipment HK\$'000	Office equipment, furniture and fixtures HK\$'000	Right-of-use assets HK\$'000	Total HK\$'000
Cost					
At 1 Jan 2026	11,935	75,412	739	18,783	106,869
Additions	–	337	–	–	337
At 30 June 2026	11,935	75,749	739	18,783	107,206
Accumulated depreciation					
At 1 January 2026	11,935	70,931	739	373	83,978
Charge for the period	–	479	–	1,984	2,463
At 30 June 2026	11,935	71,410	739	2,357	86,441
Net book value					
At 30 June 2026	–	4,339	–	16,426	20,765
Cost					
At 1 January 2025	21,503	76,237	936	42,099	140,775
Additions	–	4,609	–	18,783	23,392
Disposals	(9,568)	(5,434)	(197)	(42,099)	(57,298)
At 31 December 2025	11,935	75,412	739	18,783	106,869
Accumulated depreciation					
At 1 January 2025	21,187	72,794	936	35,540	130,457
Charge for the year	316	2,848	–	6,932	10,096
Disposals	(9,568)	(4,711)	(197)	(42,099)	(56,575)
At 31 December 2025	11,935	70,931	739	373	83,978
Net book value					
At 31 December 2025	–	4,481	–	18,410	22,891

NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
30 JUNE 2026
11. INTANGIBLE ASSETS

The Bank recognised intangible assets which included separately acquired software and systems developed with external parties.

	Software HK\$'000
Cost	
At 1 January 2026	481,919
Additions	855
Disposals	(1,700)
At 30 June 2026	481,074
Accumulated amortisation	
At 1 January 2026	432,228
Amortisation for the period	11,267
Impairment for the period	3,634
Disposals	(378)
At 30 June 2026	446,751
Net book value	
At 30 June 2026	34,323
Cost	
At 1 January 2025	498,320
Additions	1,331
Disposals	(17,732)
At 31 December 2025	481,919
Accumulated amortisation	
At 1 January 2025	406,256
Amortisation for the year	30,791
Impairment for the year	9,366
Disposals	(14,185)
At 31 December 2025	432,228
Net book value	
At 31 December 2025	49,691

NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
30 JUNE 2026

12. CUSTOMER DEPOSITS

	At 30 June 2026 HK\$'000	At 31 December 2025 HK\$'000
Savings accounts	864,623	826,439
Time deposits	2,096,970	2,648,429
	<u>2,961,593</u>	<u>3,474,868</u>

13. TRANSFERS OF FINANCIAL ASSETS

The following table analyses the carrying amount of the financial assets transferred to counterparty as collateral under repurchase agreements that do not qualify for derecognition and their associated financial liabilities:

	At 30 June 2026		At 31 December 2025	
	Carrying amount of transferred assets HK\$'000	Carrying amount of associated liabilities HK\$'000	Carrying amount of transferred assets HK\$'000	Carrying amount of associated liabilities HK\$'000
Repurchase agreements	<u>201,804</u>	<u>200,000</u>	<u>403,605</u>	<u>400,000</u>

14. SHARE CAPITAL

	Number of shares	Share Capital HK\$'000
Ordinary shares, issued and fully paid		
At 1 January 2025, 31 December 2025, 1 January 2026 and 30 June 2026	<u>3,792,000,000</u>	<u>3,792,000</u>

NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
30 JUNE 2026
15. OTHER EQUITY INSTRUMENTS

	At 30 June 2026 HK\$'000	At 31 December 2025 HK\$'000
Undated non-cumulative subordinated Additional Tier 1 capital securities	799,076	799,076

In May 2023, the Bank issued HKD800 million undated non-cumulative subordinated Additional Tier 1 capital securities. The capital securities are perpetual securities in respect of which there is no fixed redemption date and are not callable within the first 5 years. They have an initial rate of distribution of 9.80% per annum payable in arrears which may be cancelled at the sole discretion of the Bank.

16. CASH AND CASH EQUIVALENTS
(a) Analysis of balances of cash and cash equivalents

	At 30 June 2026 HK\$'000	At 30 June 2025 HK\$'000
Cash and balances with banks	353,786	343,188
Placements with banks with original maturity within three months	28,230	393,653
Financial investments with original maturity within three months	592,260	511,532
	<u>974,276</u>	<u>1,248,373</u>

(b) Reconciliation with the statement of financial position

	At 30 June 2026 HK\$'000	At 30 June 2025 HK\$'000
Cash and balances with banks	353,655	343,093
Placements with banks	28,229	393,605
Financial investments	3,583,509	2,944,016
Amounts shown in the statement of financial position	<u>3,965,393</u>	<u>3,680,714</u>
Less: Amounts with an original maturity of beyond three months	(2,991,818)	(2,432,937)
Add: Allowances for impairment losses	701	596
Cash and cash equivalents in the statement of cash flows	<u>974,276</u>	<u>1,248,373</u>

NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
30 JUNE 2026

17. FAIR VALUE OF ASSETS AND LIABILITIES

Financial instruments measured at fair value – fair value hierarchy

Financial assets

	At 30 June 2026			
	Level 1 HK\$'000	Level 2 HK\$'000	Level 3 HK\$'000	Total HK\$'000
Debt securities at FVOCI	2,099,370	332,681	–	2,432,051

	At 31 December 2025			
	Level 1 HK\$'000	Level 2 HK\$'000	Level 3 HK\$'000	Total HK\$'000
Debt securities at FVOCI	1,715,846	381,626	–	2,097,472

For financial assets and liabilities not carried at fair value on the financial statements, the Bank has ascertained their fair values were the reasonable approximation of the carrying amounts as at the reporting date.

There are no transfers between Level 1 and Level 2 during the period ended 30 June 2026 and the year ended 31 December 2025.

18. RELATED PARTY TRANSACTIONS

There were no significant changes to the nature of the related party transactions described in the 2025 financial statements that have a material effect on the financial position or performance of the Bank during the 6 months ended 30 June 2026.

19. LOAN COMMITMENTS

At the reporting date, the Bank had the following outstanding commitments:

	At 30 June 2026 HK\$'000	At 31 December 2025 HK\$'000
Loan commitments which are unconditionally cancellable	279,042	268,412

NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
30 JUNE 2026

20. CAPITAL COMMITMENTS

The Bank has the following outstanding capital commitments not provided for:

	At 30 June 2026 HK\$'000	At 31 December 2025 HK\$'000
Authorised and contracted for but not provided for	281	–

The above capital commitments mainly relate to commitments to purchase computer equipment and software.

21. EVENTS AFTER THE REPORTING DATE

There have been no events after the reporting date that would require disclosure in these financial statements.

22. APPROVAL OF THE FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the Board of Directors on 16 September 2026.

Livi Bank Limited
28/F, Oxford House, 979 King's Road,
Quarry Bay, Hong Kong
www.livibank.com

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