HENG TAI CONSUMABLES GROUP LIMITED
亨泰消費品集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 00197)

SUPPLEMENTAL ANNOUNCEMENT IN RELATION TO RESIGNATION OF AUDITORS AND APPOINTMENT OF AUDITORS

This announcement is made by the board of directors (the "**Board**") of HENG TAI CONSUMABLES GROUP LIMITED (the "**Company**", together with its subsidiaries, the "**Group**") to supplement the announcement of the Company dated 10 July 2026 ("**Announcement**") in relation to the resignation of auditors pursuant to Rule 13.51(4) of the Rules Governing the Listing of Securities (the "**Listing Rules**") on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**").

Reference is made to the circular of the Company dated 30 October 2025 and the announcement of poll result of the Company dated 23 December 2025, regarding, among other things, the re-appointment of RSM Hong Kong ("**RSM**") as the auditors of the Company and to hold office until the conclusion of the next annual general meeting of the Company.

The Board of the Company hereby announces that RSM has voluntarily resigned as the auditor of the Company with effect from 10 July 2026. In the resignation letter of RSM dated 10 July 2026, it was stated that following a realignment of its internal resources and workflows, RSM resigned as the auditor of the Company in relation to the audit of the Company's financial statements for the year ended 30 June 2026 ("**FY2026**").

RSM has confirmed in its letter of resignation that there are no other matters in relation to the Resignation that need to be brought to the attention of the shareholders of the Company (the "**Shareholders**"). The Board and the audit committee of the Board (the "**Audit Committee**") have also confirmed that they are not aware of any unusual or unresolved matter between the Company and RSM in relation to the Resignation that need to be brought to the attention of the Shareholders or the Stock Exchange.

As at the date of this announcement, the Board confirms that RSM has not yet commenced any review or audit work on the consolidated financial statements of the Group for FY2026. The Board believes that the Resignation will not have any material impact on the annual audit and release of annual results of the Group for FY2026.

The Board further announces that, with the recommendation of the Audit Committee, Quentin Wong & Co. CPA Limited ("**QW CPA**") has been appointed by the Board as the new auditor of the Company with effect from 10 July 2026 to fill the casual vacancy following the Resignation, and to hold office until the conclusion of the next annual general meeting of the Company. The agreed audit fee for FY2026 is HK$800,000.

Chronology of key events leading to the change of auditors of the Company

Date	**Event**
In early May 2026	The Company initiated discussion with RSM on the audit plan for FY2026.
During May 2026	While discussing audit plan with RSM, in view of the competitive business environment and recent business development, the Company invited 2 additional professional accounting firms, one of which is QW CPA, to provide audit fee proposal for FY2026.
During June 2026	Brief audit fee proposal were received from those additional professional accounting firms. The Audit Committee reviewed the audit fee proposal of those 2 professional accounting firms. In relation to RSM, the Company understood from RSM that RSM was undergoing a realignment of internal resources.
In early July 2026	The Audit Committee discussed with QW CPA to understand the audit approach, proposed audit timetable, resources and other relevant information as the proposed incoming auditor. The Audit Committee made recommendation to the Board on the change of auditor.
10 July 2026	RSM tendered its resignation as the auditor of the Company. The Board, after due consideration and with the recommendation from the Audit Committee, resolved to appoint QW CPA as the auditor of the Company to fill casual vacancy.

FACTORS CONSIDERED BY AUDIT COMMITTEE

Difference between audit fees

Three professional accounting firms provided audit fee proposals to the Company for the FY2026 audit. The fee quotations were HK$800,000, HK$1,300,000 respectively. The third firm, RSM, did not provide a specific fee quotation, as it is currently undergoing a realignment of its internal resources and workflows.

Among which, the agreed audit fee with QW CPA of HK$800,000 for FY2026 represents the most competitive option, reflecting its capacity to ensure an efficient allocation of resources and competitive pricing. The Audit Committee reviewed QW CPA's staffing plan, which includes engagement partner involvement, experienced audit staff, and the targeted use of specialists where necessary. The Audit Committee noted that QW CPA's approach draws on its prior experience with companies of similar scale and industry, enabling it to deliver high-quality audit services in a cost-efficient manner. Accordingly, the agreed fee is considered cost-effective and appropriate for the Group's size, complexity, and risk profile.

Audit Committee's Assessment of the new auditor

Having assessed the factors relevant to audit quality, including the extensive experience of the audit team members, the audit fee, and QW CPA's proposed resource allocation in respect of the Group's scope, complexity, and risk profile, the Audit Committee believes that it has properly discharged its duty. The Audit Committee is satisfied that QW CPA is independent, competent, and capable of providing high-quality audit services to the Group. The Audit Committee further believes that the reduced audit fee will not compromise audit quality. It is expected that the engagement of QW CPA will streamline the audit work and achieve the purpose of enhancing the efficiency and effectiveness of the Group's audit, which is in the interest of the Company and the Shareholders as a whole.

The assessment was conducted with reference to section 2 of the Guidelines for Effective Audit Committee — Selection, Appointment and Reappointment of Auditors and the "Guidance Notes on Change of Auditors" published by the Accounting and Financial Reporting Council in December 2021 and September 2023, respectively. In particular, the Audit Committee considered the following factors:

(i) Governance and leadership

The Audit Committee noted that QW CPA has a strong governance framework and leadership culture that emphasises accountability and transparency. Engagement partner is directly involved in overseeing audit engagements, ensuring that audit quality is consistently monitored. The firm's leadership has demonstrated its ability to manage complex audits of listed companies, enforce professional standards across teams, and maintain a culture of integrity and independence.

(ii) Compliance with relevant ethical requirements

QW CPA has confirmed full compliance with the Code of Ethics for Professional Accountants and all independence requirements under applicable regulations. The firm has provided assurance that it will not provide non-audit services to the Group, thereby safeguarding independence and objectivity. The Audit Committee also reviewed QW CPA's internal independence monitoring processes, including partner rotation, conflict-of-interest checks, and periodic internal reviews, and found them robust and effective in preventing threats to independence.

(iii) Industry knowledge and technical competence

QW CPA possesses extensive experience in auditing companies of comparable size and industry profile. Its audit team includes professionals with deep technical expertise in complex accounting standards, risk management, and regulatory reporting. The Audit Committee is satisfied that QW CPA's industry knowledge and technical competence are sufficient to address the Group's operational complexities, including sector-specific risks, international accounting requirements, and evolving regulatory expectations.

(iv) Engagement performance

QW CPA has committed adequate resources to the FY2026 audit, including direct involvement of engagement partner, allocation of experienced staff, and deployment of specialists where necessary. The Audit Committee reviewed the proposed staffing plan and confirmed that sufficient senior resources will be deployed to ensure timely and effective completion of the audit. The firm's resource allocation demonstrates efficiency without compromising audit quality, and the Audit Committee is satisfied that the engagement performance will meet expectations.

(v) Communication and interaction with the Audit Committee

QW CPA has established clear communication protocols with the Audit Committee, including scheduled meetings, regular updates, and prompt responses to queries. The Audit Committee is satisfied that QW CPA's approach will facilitate transparency, effective oversight, and constructive dialogue throughout the audit process. This proactive engagement will ensure that key issues are addressed promptly, that audit progress is monitored closely, and that the Audit Committee is kept fully informed of audit developments.

(vi) Monitoring process

QW CPA maintains comprehensive internal quality control and monitoring processes, including compliance with partner rotation requirements, periodic internal reviews, and external inspections. The Audit Committee noted that these processes are designed to safeguard audit quality and independence across all engagements. The firm's monitoring framework provides assurance that the audit of the Group will be conducted in accordance with the highest professional standards, with continuous oversight of audit quality and corrective mechanisms in place to address any deficiencies.

Proposed timetable of the audit for FY2026

Phase	Timeline	Key procedures and steps
Planning	Mid–July 2026	— finalise the audit plan and meeting between the lead partner and the management of the Company
Audit field work	Mid–July 2026	— perform work through analysis
	August to early September 2026	— prepare draft financial statements
		— engage in meeting with management to discuss key audit areas and audit queries
Finalisation	Mid–September 2026	— report audit results, findings and audit opinions to the Audit Committee during the audit completion meeting
Announcement and reporting	End of September 2026	— sign off auditor's report
		— issue of annual results announcement

The Audit Committee has reviewed the timetable above and confirmed that the audit progress remains on the track as at the date of this announcement.

The Board would like to take this opportunity to express its sincere gratitude to RSM for its professional services rendered to the Group for the past years, and to extend its warm welcome to QW CPA on its appointment as the auditor of the Company.

By order the Board
Heng Tai Consumables Group Limited
Lam Kwok Hing
Chairman

Hong Kong, 10 July 2026

As at the date of this announcement, the Board comprises four executive directors, namely Mr. Lam Kwok Hing (Chairman), Ms. Lee Choi Lin Joecy, Mr. Chan Cheuk Yu Stephen and Mr. Sun Banggui; and two independent non-executive directors, namely Ms. Mak Yun Chu and Mr. Poon Yiu Cheung Newman.