

FUTURE PLANS AND [REDACTED]

FUTURE PLANS AND PROSPECTS

See “Business — Our Strategies” for a detailed description of our future plans.

[REDACTED]

We estimate that we will receive [REDACTED] from the [REDACTED] of approximately HK\$[REDACTED] after deducting the [REDACTED] commissions, fees and estimated expenses payable by us in connection with the [REDACTED], assuming no exercise of the [REDACTED] and an [REDACTED] of HK\$[REDACTED] per Share, being the mid-point of the indicative [REDACTED] range stated in this document.

Assuming an [REDACTED] at the mid-point of the indicative [REDACTED] range, we intend to apply our [REDACTED] for the following purposes, subject to changes in light of our evolving business needs and changing market conditions.

- approximately HK\$[REDACTED] (representing [REDACTED]% of the [REDACTED]) will be allocated to enhance our R&D capabilities to strengthen our core technologies and the research and development of sensor solution products;
- approximately [REDACTED]% of our [REDACTED], or HK\$[REDACTED], for the further R&D and development on our spatial sensing technologies in the next five years including (i) [REDACTED]% for the development of next-generation chips and related core technologies, namely design customization of next-generation CMOS image sensor chips, design customization of next-generation dTOF chips and application and research of spatial sensing-related MEMS sensors to support enhanced accuracy of our solutions across different product categories; (ii) [REDACTED]% for the optimization of our core algorithms and spatial sensing solutions, such as 3D spatial sensing AI algorithms, RGB-D fusion sensing, AI algorithms and next-generation multi-sensor fusion embodied robotics spatial sensing solutions to enhance environmental adaptability of our solutions; and (iii) [REDACTED]% for the development of our fundamental optical technology to enhance the accuracy of our products;

We believe this aligns with our business strategy to continue to invest in next-generation spatial sensing solutions, enabling us to maintain our technological leadership and deliver innovative solutions that address evolving market demands. The development of next-generation chips and core technologies, the optimization of our algorithms and spatial sensing solutions, and the advancement of our fundamental optical technology collectively form the technological foundation underpinning our competitive advantages in the spatial sensing industry. This funding allocation will accelerate our development timelines for next-generation products, enhance our research and development capabilities, and strengthen our ability to capture emerging market opportunities across diverse application scenarios where advanced spatial sensing capabilities are increasingly critical.

- approximately [REDACTED]% of our [REDACTED], or HK\$[REDACTED], for the development of future generations of our LiDAR products to provide more accurate and cost- and energy-efficient solution primarily for robotic vacuums and to support use of our solutions in other consumer-grade smart devices in the next five years including (i) the development of next-generation 3D LiDAR products; (ii) the development of next-generation dTOF products; and (iii) the development of RGB-D sensor products;

We believe this aligns with our strategy to advance multi-scenario application expansion to build comprehensive spatial sensing ecosystem, particularly in consumer-grade smart devices. The development of these next-generation LiDAR, dTOF and RGB-D sensor products will enhance our products’ capabilities in navigation accuracy, obstacle avoidance, and

FUTURE PLANS AND [REDACTED]

environmental mapping, enabling us to address increasingly sophisticated customer requirements and expand our market presence into high-growth application areas such as yard robots, pool-cleaning robots and humanoid robots. These product enhancements will strengthen our competitive positioning by offering superior performance characteristics that differentiate our solutions in the market and enable our customers to deliver enhanced user experiences in their end products.

- approximately [REDACTED]% of our [REDACTED], or HK\$[REDACTED], for the development of future generations of line laser sensor products in the next five years, including (i) the development of line laser products for 3D printing applications, which is not covered by our current product and solution portfolio; (ii) the optimization of our AI obstacle avoidance line laser sensors to provide more accurate obstacle avoidance capability; and (iii) the development of submillimeter level scanning line laser sensors to support use of our products in industrial scenarios;

We believe this allocation aligns with our business strategy to advance multi-scenario application expansion by extending our spatial sensing capabilities into high-precision industrial and commercial applications. The development of line laser products for 3D printing applications will enable us to penetrate the additive manufacturing market, where precise depth measurement and surface profiling are critical for quality control and process optimization. The optimization of our AI obstacle avoidance line laser sensors will enhance the performance and safety features of our solutions in robotics and automated guided vehicle applications, addressing the growing demand for more sophisticated perception systems in industrial automation and logistics. Furthermore, the development of submillimeter-level scanning line laser sensors will position us to serve high-precision measurement and inspection applications across manufacturing, quality assurance, and metrology sectors, where extreme accuracy is essential. These initiatives collectively broaden our addressable market beyond our current focus areas and establish our presence in adjacent high-value segments that require advanced spatial sensing technology.

- approximately [REDACTED]% of our [REDACTED], or HK\$[REDACTED] for the development of our products for new industrial applications including (i) the development of spatial sensing solutions for yard robots and pool-cleaning robots; and (ii) the development of spatial sensing solutions for other industrial applications;

We believe this aligns with our strategy to advance multi-scenario application expansion to build comprehensive spatial sensing ecosystem, particularly in consumer-grade smart devices. The development of spatial sensing solutions for yard robots and pool-cleaning robots represents a strategic expansion into outdoor autonomous applications, where environmental complexity, varying lighting conditions, and diverse terrain present unique technical challenges that our advanced spatial sensing technologies are well-positioned to address. These outdoor applications require enhanced durability, weather resistance, and sophisticated navigation capabilities, creating opportunities for us to deliver premium spatial sensing solutions that command higher value.

- approximately [REDACTED]% of our [REDACTED], or HK\$[REDACTED], for the development of our technology platform, including the development of our AI agent to support our product development; and the upgrade and development of our next-generation C-series chips;

FUTURE PLANS AND [REDACTED]

We believe this allocation aligns with our growth strategy to maximize R&D efficiency across the whole value chain from R&D perspective. The development of our AI agent platform will automate and optimize various stages of our product development cycle, from initial design and simulation to testing and validation, thereby reducing development timelines and enabling our engineering teams to focus on higher-value innovation activities. Concurrently, the upgrade and development of our next-generation C-series chips will provide a unified and scalable computational architecture that can be leveraged across multiple product lines, creating synergies that accelerate time-to-market for new products while ensuring consistent performance standards and reducing the need for customized development efforts for each application.

- approximately HK\$[REDACTED] (representing [REDACTED]% of the [REDACTED]) will be allocated to enhance our manufacturing capabilities;
 - approximately [REDACTED]% of our [REDACTED], or HK\$[REDACTED], for the construction of new manufacturing facilities;
 - approximately [REDACTED]% of our [REDACTED], or HK\$[REDACTED], for the upgrade of our existing production lines, including procurement of new manufacturing equipment and upgrading quality control systems;
 - approximately [REDACTED]% of our [REDACTED], or HK\$[REDACTED], for the production facility renovation;

We believe this allocation aligns with our growth strategy to maximize manufacturing efficiency and expand our production capacity to meet anticipated demand growth, as well as to build a global brand through intelligent manufacturing excellence. The construction of new manufacturing facilities will provide us with additional production capacity and operational flexibility, enabling us to scale our output in line with market expansion. The upgrade of existing production lines with advanced automation equipment and process optimization technologies will improve manufacturing throughput, reduce unit production costs, and enhance product consistency and yield rates. The facility renovations will further modernize our manufacturing infrastructure to accommodate next-generation products and processes, creating a more efficient and adaptable production environment that supports our evolving product portfolio and positions us to capture economies of scale as our business continues to grow.

In 2023, 2024 and 2025, the utilization rate of our Pingshan production base was 79.9%, 73.8% and 85.0%, respectively. Our Huizhou production base commenced operation in September 2024. In 2024 and 2025, the utilization rate of our Huizhou production base was 77.0% and 92.3%, respectively. While we have not achieved maximum manufacturing capability, these figures are calculated based on theoretical maximum capacity assumptions that do not fully capture the practical operational constraints and strategic requirements of our business. For example, our historical production has been predominantly concentrated on robotic vacuum spatial sensing solutions, which require specific production line configurations, testing protocols, and quality control processes. As we execute our strategic expansion into new market segments, such as pool-cleaning robots and yard robots, our manufacturing requirements have fundamentally evolved. These new product categories demand different production equipment, specialized calibration facilities, distinct testing environments, and varying quality assurance procedures that cannot simply utilize existing production capacity designed for robotic vacuum applications. In addition, our planned allocation of [REDACTED] from the [REDACTED] also take into account maintaining buffer capacity to accommodate demand fluctuations, urgent customer orders, and business growth.

FUTURE PLANS AND [REDACTED]

- approximately HK\$[REDACTED] (representing [REDACTED]% of the [REDACTED]) will be used for our working capital and general corporate purposes.

The above allocation of the [REDACTED] from the [REDACTED] will be adjusted on a pro rata basis in the event that the [REDACTED] is fixed at a higher or lower level compared to the mid-point of the indicative [REDACTED] range stated in this document. If the [REDACTED] is exercised in full, the [REDACTED] that we will receive will be approximately HK\$[REDACTED], assuming an [REDACTED] of HK\$[REDACTED] per Share (being the mid-point of the indicative [REDACTED] range), in which case we intend to apply the additional [REDACTED] to the above purposes according to the stated proportions.

To the extent that the [REDACTED] from the [REDACTED] are not immediately used for the purposes described above and to the extent permitted by the relevant laws and regulations, they will be placed in short-term interest-bearing accounts at licensed commercial banks and/or other authorized financial institutions (as defined under the Securities and Futures Ordinance or the applicable laws and regulations in other jurisdictions). We will issue an appropriate announcement if there is any material change to the above proposed [REDACTED].