
FUTURE PLANS AND [REDACTED]

FUTURE PLANS

For a detailed description of our future plans, see “Business—Our Strategies.”

[REDACTED]

We estimate that we will receive [REDACTED] from the [REDACTED] of approximately HK\$[REDACTED] based on the maximum [REDACTED] of HK\$[REDACTED] per [REDACTED] and assuming no exercise of the [REDACTED], after deducting estimated [REDACTED] and other estimated expenses payable by us in connection with the [REDACTED]. In line with our strategies, we plan to use the [REDACTED] from the [REDACTED] for the purposes set forth below:

- approximately [REDACTED] of the [REDACTED], or approximately HK\$[REDACTED], are expected to be used to expand our intelligent manufacturing system over the next five years and build higher-quality, more efficient, more scalable and more flexible intelligent manufacturing capabilities, thereby better capitalizing on strategic opportunities presented by the explosive growth in demand for optical interconnects. We plan to further expand our domestic intelligent manufacturing facilities to increase our production capacity, mainly for high-end passive optical components and high-speed optical engines. These investments will be used for the construction of production facilities (mainly including construction and renovation of factories and construction of production cleanrooms), procurement of high-end manufacturing equipment (mainly including high-precision dicing machines, optical coating equipment, eutectic bonding machines, BERTs (Bit Error Rate Testers) and SMT pick-and-place machines), as well as deployment of digital and intelligent software systems. We believe these investments will further ensure sustained product delivery, enhance our capabilities to provide one-stop optical interconnect solutions, and enable us to respond to customer demand with greater efficiency and flexibility, thereby more effectively capitalizing on the strategic opportunities presented by the AI revolution. According to Frost & Sullivan, the global optical component industry is set to expand rapidly, with its market size projected to reach US\$22.9 billion by 2030. This growth is expected to be driven primarily by 800G and higher-speed optical engines and the accelerating development and commercialization of next-generation optical interconnect technologies (such as CPO solutions). The market size of high-speed optical components (optical components used in 800G and higher-speed optical interconnect products) is expected to grow from US\$2.0 billion in 2025 to US\$19.6 billion in 2030, representing a CAGR of 58.5% from 2025 to 2030;
- approximately [REDACTED] of the [REDACTED], or approximately HK\$[REDACTED], are expected to be used for the R&D of new products and cutting-edge technologies over the next five years to comprehensively enhance our technological capabilities, thereby maintaining a leading position amidst the rapid evolution of the optical interconnect sector. These investments include:
 - (i) approximately [REDACTED], or approximately HK\$[REDACTED], are expected to be used to procure equipment and raw materials in connection with the R&D of next-generation optical interconnect solutions, propelling the development and launch of advanced optical interconnect products and key underlying technologies, such as higher-speed optical engines, CPO solutions, SiPh integration, NPO solutions, and TFLN technologies. These R&D investments embody our “Trust First” core value and are expected to establish comprehensive technology portfolios, enabling us to respond swiftly to customer needs and address their pain points, and further strengthening our product competitiveness and technology moat; and
 - (ii) approximately [REDACTED], or approximately HK\$[REDACTED], are expected to be used, over the next five years, for the remuneration of our R&D personnel with extensive industry

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experience and critical technological capabilities, to strengthen our R&D capabilities and enrich our core technology platforms. In addition to our existing R&D team, we plan to recruit top-tier R&D talent globally, covering core areas such as basic materials, optical components, optical design, packaging and testing, and integration services, who will provide robust support for our core technology R&D, product portfolio expansion and frontier innovation;

- approximately [REDACTED] of the [REDACTED], or approximately HK\$[REDACTED], are expected to be used for strategic investments and acquisitions, to strengthen our vertical integration capabilities and deepen our coverage along the industry value chain. Specifically, we plan to, at appropriate times, seek investment and acquisition opportunities that are synergistic with or complementary to our existing operations and that would help us further enhance our core optical interconnect technologies and deepen our vertical integration. For example, we will focus on potential target companies with the next-generation optical interconnect technologies. As of the Latest Practicable Date, we had not identified any specific investment or acquisition target; and
- approximately [REDACTED] of the [REDACTED], or approximately HK\$[REDACTED], are expected to be allocated for working capital and general corporate purposes to support our business operations and growth.

If the [REDACTED] is exercised in full, our [REDACTED] will be approximately HK\$[REDACTED]. To the extent that our actual [REDACTED] from the [REDACTED] are higher or lower than our estimate above, we will adjust our allocation of the [REDACTED] for the purposes set out above on a pro rata basis.

To the extent that the [REDACTED] of the [REDACTED] are not immediately applied to the above purposes or if we are unable to put into effect any part of our plan as intended, we will only deposit such funds 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 applicable laws in other jurisdictions). In such event, we will comply with the appropriate disclosure requirements under the Listing Rules.