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耀星科技集團

BRIGHTSTAR TECHNOLOGY GROUP CO., LTD

BRIGHTSTAR TECHNOLOGY GROUP CO., LTD

耀星科技集團股份有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8446)

**ANNOUNCEMENT OF ANNUAL RESULTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

**CHARACTERISTICS OF GEM OF THE STOCK EXCHANGE OF HONG KONG LIMITED
(THE “STOCK EXCHANGE”)**

GEM has been positioned as a market designed to accommodate companies to which a higher investment risk may be attached than other companies listed on the Stock Exchange. Prospective investors should be aware of the potential risks of investing in such companies and should make the decision to invest only after due and careful consideration. The greater risk profile and other characteristics of GEM mean that it is a market more suited to professional and other sophisticated investors.

Given the emerging nature of companies listed on GEM, there is a risk that securities traded on GEM may be more susceptible to high market volatility than securities traded on the Main Board of the Stock Exchange and no assurance is given that there will be a liquid market in the securities traded on GEM.

*This announcement, for which the directors (the “**Directors**”) of Brightstar Technology Group Co., Ltd (the “**Company**”) collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the GEM of the Stock Exchange (the “**GEM Listing Rules**”) for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief, the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.*

ANNUAL RESULTS

The board of directors (the “**Board**”) of Brightstar Technology Group Co., Ltd (the “**Company**”) announced the audited consolidated results of the Company and its subsidiaries (collectively referred to as the “**Group**”) for the year ended 31 December 2024 together with the comparative audited figures for last financial year as follows:

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2024

	Notes	2024 HK\$	2023 HK\$
Revenue	4	164,437,151	95,668,122
Cost of services		<u>(88,694,265)</u>	<u>(69,102,958)</u>
Gross profit		75,742,886	26,565,164
Interest revenue		11,045	32,836
Other income	5	716,152	782,970
Other gains, net	6	309,490	316,647
Administrative expenses		(38,042,347)	(51,042,868)
Reversal of impairment loss allowance/(provision) for impairment losses on trade receivables		<u>3,114,745</u>	<u>(3,259,760)</u>
Profit/(loss) from operation		<u>41,851,971</u>	<u>(26,605,011)</u>
Finance costs	7	<u>(743,279)</u>	<u>(661,066)</u>
Profit/(loss) before tax		41,108,692	(27,266,077)
Income tax expense	8	<u>(1,005,942)</u>	<u>(557,849)</u>
Profit/(loss) for the year	9	<u>40,102,750</u>	<u>(27,823,926)</u>
Other comprehensive loss after tax:			
<i>Item that will not be reclassified to profit or loss:</i>			
Changes in fair value of equity investments at fair value through other comprehensive income		(2,090,819)	(619,381)
<i>Item that may be reclassified to profit or loss:</i>			
Exchange differences on translating foreign operations		<u>(7,498,332)</u>	<u>(3,886,962)</u>
Other comprehensive loss for the year, net of tax		<u>(9,589,151)</u>	<u>(4,506,343)</u>
Total comprehensive income/(loss) for the year		<u>30,513,599</u>	<u>(32,330,269)</u>

	<i>Notes</i>	2024 <i>HK\$</i>	2023 <i>HK\$</i>
Profit/(loss) for the year attributable to:			
– Owners of the Company		42,309,694	(17,882,091)
– Non-controlling interests		(2,206,944)	(9,941,835)
		<u>40,102,750</u>	<u>(27,823,926)</u>
Total comprehensive income/(loss) for the year attributable to:			
– Owners of the Company		39,099,602	(19,677,317)
– Non-controlling interests		(8,586,003)	(12,652,952)
		<u>30,513,599</u>	<u>(32,330,269)</u>
Earnings/(loss) per share	<i>11</i>		
Basic and diluted (HK cents)		<u>4.80</u>	<u>(2.21)</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

	Notes	2024 HK\$	2023 HK\$
Non-current assets			
Property, plant and equipment		135,345,358	97,576,193
Goodwill		489,054	489,054
Right-of-use assets		8,935,487	10,323,280
Prepayments and deposits	12	109,710,566	2,977,899
Equity investments at fair value through other comprehensive income	13	82,622,621	32,218,715
Prepayment for investment at fair value through other comprehensive income		–	44,140,366
Deferred tax assets		2,131,296	2,106,233
		<u>339,234,382</u>	<u>189,831,740</u>
Current assets			
Trade receivables	12	25,512,364	12,226,501
Prepayments, deposits and other receivables	12	79,847,879	184,768,666
Amount due from related parties		–	5,839,579
Bank and cash balances		18,172,064	12,027,776
		<u>123,532,307</u>	<u>214,862,522</u>
Current liabilities			
Trade payables	14	32,100	33,105
Other payables and accrued liabilities		107,573,018	93,581,238
Amount due to related parties		1,399,270	1,537,237
Bank borrowings		3,558,707	5,928,683
Lease liabilities		1,637,861	4,362,202
Taxation payable		4,244,929	3,213,924
		<u>118,445,885</u>	<u>108,656,389</u>
Net current assets		<u>5,086,422</u>	<u>106,206,133</u>
Total assets less current liabilities		<u>344,320,804</u>	<u>296,037,873</u>

		2024	2023
	<i>Notes</i>	<i>HK\$</i>	<i>HK\$</i>
Non-current liabilities			
Lease liabilities		7,708,449	6,144,707
Contract liabilities		<u>856,000</u>	<u>882,800</u>
		<u>8,564,449</u>	<u>7,027,507</u>
Net assets		<u>335,756,355</u>	<u>289,010,366</u>
Capital and reserves			
Share capital	15	9,147,199	8,132,319
Reserves		<u>177,696,843</u>	<u>123,379,731</u>
Equity attributable to owners of the Company		186,844,042	131,512,050
Non-controlling interests		<u>148,912,313</u>	<u>157,498,316</u>
Total equity		<u>335,756,355</u>	<u>289,010,366</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. GENERAL INFORMATION

Brightstar Technology Group Co., Ltd (the “**Company**”) was incorporated in the Cayman Islands on 4 November 2016 as an exempted company with limited liability under the Companies Law (as revised) of the Cayman Islands, as amended, supplemented or otherwise modified from time to time. The address of its registered office is Clifton House, 75 Fort Street, P.O. Box 1350, Grand Cayman, KY1-1008 Cayman Islands. The principal place of business of the Company is located at Unit D2, 5/F, Hoi Bun Industrial Building, 6 Wing Yip Street, Kwun Tong, Kowloon, Hong Kong.

The Company is an investment holding company. The Company and its subsidiaries (together the “**Group**”) are principally engaged in the provision of visual display solution services for concerts and events primarily in Hong Kong, Macau and the People’s Republic of China (the “**PRC**”), the provision of information technology consulting services in the PRC, and the provision of hotel reservation and convention planning services in the PRC (the “**Business**”). The Company’s shares were listed on GEM of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) (the “**Listing**”) on 14 June 2017.

2. ADOPTION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS

In the current year, the Group has adopted all the new and revised Hong Kong Financial Reporting Standards (“**HKFRSs**”) issued by the Hong Kong Institute of Certified Public Accountants (the “**HKICPA**”) that are relevant to its operations and effective for its accounting year beginning on 1 January 2024. HKFRSs comprise Hong Kong Financial Reporting Standards (“**HKFRS**”); Hong Kong Accounting Standards (“**HKAS**”); and Interpretations. The adoption of these new and revised HKFRSs did not result in significant changes to the Group’s accounting policies, presentation of the Group’s consolidated financial statements and amounts reported for the current year and prior years.

The Group has not applied the new and revised HKFRSs that have been issued but are not yet effective. The Group has already commenced an assessment of the impact of these new and revised HKFRSs but is not yet in a position to state whether these new and revised HKFRSs would have a material impact on its results of operations and financial position.

3. SEGMENT INFORMATION

For the purpose of resources allocation and performance assessment, the chief operating decision-maker (i.e. the chief executive of the Group) reviews the overall results and financial position of the Group, which are prepared based on the same accounting policies.

The Group has three reportable segments as follows:

Provision of visual display solution services – engaged in visual display solutions services for concerts and events and equipment rental income;

Information technology consulting services – engaged in one-stop technical consulting services and solutions for e-commerce business platforms; and the metaverse technology business;

Hotel reservation and convention planning services – engaged in hotel reservation and convention planning services.

The Group's reportable segments are strategic business units that offer different products and services. They are managed separately because each business requires different technology and marketing strategies.

Information about reportable segment profits or losses, assets and liabilities:

	Visual display solution services <i>HK\$</i>	Information technology consulting services <i>HK\$</i>	Hotel reservation and convention planning services <i>HK\$</i>	Total <i>HK\$</i>
For the year ended 31 December 2024				
Revenue from external customers	163,675,682	268,836	492,633	164,437,151
Segment profit/(loss)	43,612,213	(2,950,036)	(559,427)	40,102,750
Depreciation of property, plant and equipment	30,805,715	-	-	30,805,715
Depreciation of right-of-use assets	4,654,904	-	-	4,654,904
Interest revenue	8,152	2,893	-	11,045
Interest expense	(743,279)	-	-	(743,279)
Income tax expenses	(1,005,942)	-	-	(1,005,942)
Additions to segment non-current assets	72,058,991	-	-	72,058,991
	Visual display solution services <i>HK\$</i>	Information technology consulting services <i>HK\$</i>	Hotel reservation and convention planning services <i>HK\$</i>	Total <i>HK\$</i>
For the year ended 31 December 2023				
Revenue from external customers	90,836,040	2,479,432	2,352,650	95,668,122
Segment loss	(10,393,519)	(13,295,713)	(4,134,694)	(27,823,926)
Depreciation of property, plant and equipment	23,244,693	-	-	23,244,693
Depreciation of right-of-use assets	4,209,634	-	-	4,209,634
Interest revenue	4,089	26,326	2,421	32,836
Interest expense	(661,066)	-	-	(661,066)
Income tax expenses	(557,849)	-	-	(557,849)
Additions to segment non-current assets	77,203,945	-	-	77,203,945

	Visual display solution services <i>HK\$</i>	Information technology consulting services <i>HK\$</i>	Hotel reservation and convention planning services <i>HK\$</i>	Total <i>HK\$</i>
As at 31 December 2024				
Segment assets	253,192,848	209,108,770	465,071	462,766,689
Segment liabilities	110,011,883	12,475,156	4,523,295	127,010,334

	Visual display solution services <i>HK\$</i>	Information technology consulting services <i>HK\$</i>	Hotel reservation and convention planning services <i>HK\$</i>	Total <i>HK\$</i>
As at 31 December 2023				
Segment assets	184,425,043	218,441,221	1,827,998	404,694,262
Segment liabilities	97,573,905	12,663,039	5,446,952	115,683,896

4. REVENUE

Revenue represents the fair value of amounts received and receivable from provision of visual display solution services, information technology consulting services, equipment rental income and hotel reservation and convention planning services. An analysis of the Group's revenue is as follow:

	2024 <i>HK\$</i>	2023 <i>HK\$</i>
Revenue from visual display solution services	163,129,773	90,751,040
Revenue from information technology consulting services	268,836	2,479,432
Equipment rental income	545,909	85,000
Hotel reservation and convention planning services	492,633	2,352,650
	<u>164,437,151</u>	<u>95,668,122</u>

For the year ended 31 December 2024

Geographic information	Visual display solution services <i>HK\$</i>	Information technology consulting services <i>HK\$</i>	Hotel reservation and convention planning services <i>HK\$</i>	Total <i>HK\$</i>
Revenue:				
Hong Kong	47,176,741	—	—	47,176,741
PRC	81,439,915	268,836	492,633	82,201,384
Macau	30,667,424	—	—	30,667,424
Others	4,391,602	—	—	4,391,602
	<u>163,675,682</u>	<u>268,836</u>	<u>492,633</u>	<u>164,437,151</u>
Timing of revenue recognition				
At a point in time	—	268,836	492,633	761,469
Over time	<u>163,675,682</u>	<u>—</u>	<u>—</u>	<u>163,675,682</u>
Total	<u>163,675,682</u>	<u>268,836</u>	<u>492,633</u>	<u>164,437,151</u>

For the year ended 31 December 2023

Geographic information	Visual display solution services <i>HK\$</i>	Information technology consulting services <i>HK\$</i>	Hotel reservation and convention planning services <i>HK\$</i>	Total <i>HK\$</i>
Revenue:				
Hong Kong	37,666,861	—	—	37,666,861
PRC	28,587,598	2,479,432	2,352,650	33,419,680
Macau	19,797,054	—	—	19,797,054
Others	4,784,527	—	—	4,784,527
	<u>90,836,040</u>	<u>2,479,432</u>	<u>2,352,650</u>	<u>95,668,122</u>
Timing of revenue recognition				
At a point in time	—	2,479,432	2,352,650	4,832,082
Over time	<u>90,836,040</u>	<u>—</u>	<u>—</u>	<u>90,836,040</u>
Total	<u>90,836,040</u>	<u>2,479,432</u>	<u>2,352,650</u>	<u>95,668,122</u>

The Group's non-current assets other than equity investments at fair value through other comprehensive income, prepayment for investment at fair value through other comprehensive income and deferred tax assets were located as follows:

	2024 HK\$	2023 HK\$
Non-current assets:		
Hong Kong	129,707,121	100,356,269
PRC	123,313,413	10,599,586
Macau	1,459,931	410,571
	<u>254,480,465</u>	<u>111,366,426</u>

Information about major customers

Revenue attributed from customers that accounted for 10% or more of the Group's total revenue during the year is as follows:

	2024 HK\$	2023 HK\$
Customer A (Visual display solution services)	18,264,000	N/A*
Customer B (Visual display solution services)	32,892,917	17,064,757

* The corresponding revenue did not contribute over 10% of the total revenue of the Group.

Revenue from visual display solution services

Revenue from visual display solution services is recognised over the show or event period of a project as customers have simultaneously received and consumed the benefits provided by the Group's services. Revenue is recognised using the output method by reference to the progress towards complete satisfaction of the performance obligation, which is directly measured by the value of each show or event being performed.

A performance obligation is a contractual promise to transfer a distinct good or services to a customer and is the unit of account under HKFRS 15. Contracts of the Group include various services which is integrated into a single deliverable and are therefore generally accounted for as a single performance obligation.

The Group derives revenue primarily under fixed price contracts. If at any time the costs to complete the contract are estimated to exceed the remaining amount of the consideration under the contract, then a provision is recognised.

Revenue from information technology consulting services

The Group provides information technology consulting services to the customers. Information technology consulting services fee income is recognised when the information technology consulting services are rendered and there is no unfulfilled obligation that could affect the customer's acceptance of the services.

Revenue from hotel reservation and convention planning services

The Group provides hotel reservation and convention planning services to the customers. Hotel reservation and convention planning services fee income is recognised when the hotel reservation and convention planning services are rendered and there is no unfulfilled obligation that could affect customer's acceptance of the services.

5. OTHER INCOME

	2024 HK\$	2023 HK\$
Equipment repairment, technical consultancy, project management income and sales of equipment	619,637	768,849
Others	96,515	14,121
	<u>716,152</u>	<u>782,970</u>

6. OTHER GAINS, NET

	2024 HK\$	2023 HK\$
Exchange gains, net	<u>309,490</u>	<u>316,647</u>

7. FINANCE COSTS

	2024 HK\$	2023 HK\$
Interest on bank borrowings	196,962	403,425
Interest on lease liabilities	<u>546,317</u>	<u>257,641</u>
Finance costs	<u>743,279</u>	<u>661,066</u>

8. INCOME TAX EXPENSE

	2024 <i>HK\$</i>	2023 <i>HK\$</i>
Current tax—PRC Enterprise Income Tax (“EIT”) and other jurisdictions	(1,031,005)	(1,810,758)
Deferred tax	<u>25,063</u>	<u>1,252,909</u>
	<u>(1,005,942)</u>	<u>(557,849)</u>

During the years ended 31 December 2024 and 2023, no Hong Kong Profits Tax has been provided for as the Group did not generate any estimated assessable profit.

The companies of the Group established in the PRC are subject to the PRC corporate income tax at the rate of 25% for the years ended 31 December 2024 and 2023.

Companies incorporated and operating in Macau are subject to Macau complementary tax, under which taxable income of up to MOP600,000 is exempted from taxation with amounts beyond this amount to be taxed at a fixed rate of 12% for the years ended 31 December 2024 and 2023.

During the years ended 31 December 2024 and 2023, no Macau complementary tax have been provided for as the Group has sufficient tax losses brought forward to set off against current year’s assessable profit.

Taxes on profits assessable elsewhere have been calculated at the applicable rates of tax prevailing in the jurisdictions in which the Group operates, based on existing legislation, interpretations and practices in respect thereof.

9. PROFIT/(LOSS) FOR THE YEAR

2024	2023
HK\$	HK\$

The Group's profit/(loss) for the year is stated after charging the following:

Auditor's remuneration	750,000	750,000
Cost of equipment and spare parts	1,827,123	2,527,179
Share-based payment for consultation services	—	562,400
Directors' remuneration	4,424,544	3,278,463
Other staff costs:		
Salaries and other benefits	20,758,282	19,568,336
Retirement benefit schemes contributions	2,031,504	1,499,901
Total staff costs	27,214,330	24,346,700
Loss on disposals of property, plant and equipment	—	6,185,233
Depreciation of property, plant and equipment	30,805,715	23,244,693
Depreciation of right-of-use assets	4,654,904	4,209,634

10. DIVIDENDS

No dividend was paid, declared or proposed by the Company for the year ended 31 December 2024 (2023: nil).

11. EARNINGS/(LOSS) PER SHARE

The calculation of the basic and diluted earnings/(loss) per share is based on the following:

Earnings/(loss)

2024	2023
HK\$	HK\$

Profit/(loss) for the purpose of calculating basic profit/(loss) per share	42,309,694	(17,882,091)
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2024	2023
HK\$	HK\$

Number of shares

Weighted average number of ordinary shares for the purpose of calculating basic earnings/(loss) per share	881,445,110	808,627,920
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No diluted earnings/(loss) per share are present as the Company did not have any dilutive potential ordinary shares during the years ended 31 December 2024 and 2023.

12. TRADE AND OTHER RECEIVABLES, PREPAYMENTS AND DEPOSITS

	2024 HK\$	2023 HK\$
Trade receivables (<i>note a</i>)	37,110,744	26,939,626
Less: allowance for bad and doubtful debts	<u>(11,598,380)</u>	<u>(14,713,125)</u>
Trade receivables, net	25,512,364	12,226,501
Prepayments for purchase of equipment	1,710,566	2,977,899
Deposits for equipment rental	800,000	800,000
Prepayment and deposits (<i>note b</i>)	136,459,381	44,216,013
Other receivables (<i>note c</i>)	44,300,656	132,421,099
Receivables from newly acquired subsidiary's former shareholders	<u>6,287,842</u>	<u>7,331,554</u>
	215,070,809	199,973,066
Less: Non-current portion		
Prepayments for purchase of equipment	(1,710,566)	(2,977,899)
Prepayments and deposits (<i>note b</i>)	<u>(108,000,000)</u>	<u>—</u>
	<u>(109,710,566)</u>	<u>(2,977,899)</u>
Current portion	<u><u>105,360,243</u></u>	<u><u>196,995,167</u></u>

Notes:

(a) Trade receivables

The Group's trade receivables are generally settled by cash on delivery or credit period of 90 days after provision of services. As at 31 December 2024 and 2023, the Group's ageing analysis of the gross trade receivables based on invoice date is as follows:

	2024 HK\$	2023 HK\$
0–30 days	9,728,229	11,100,929
31–60 days	6,711,275	5,783,164
61–90 days	2,449,450	840,689
Over 90 days	<u>18,221,790</u>	<u>9,214,844</u>
	<u><u>37,110,744</u></u>	<u><u>26,939,626</u></u>

Before accepting any new customer, the Group assesses the potential customer's credit quality and defines credit limits by customer. Credit limits attributable to customers are reviewed regularly.

Movement on the provision for impairment of trade receivables is as follows:

	2024 HK\$	2023 HK\$
At beginning of the year	14,713,125	11,453,365
(Reversal of impairment loss allowance)/provision for impairment losses for the year	<u>(3,114,745)</u>	<u>3,259,760</u>
At end of the year	<u><u>11,598,380</u></u>	<u><u>14,713,125</u></u>

(b) Prepayments and deposits

Prepayments and deposits mainly represent rental and utility deposits and prepayments for insurance and maintenance and also the prepayments to IT services provider. The Company does not hold any collateral over balances.

Approximately HK\$108,000,000 represent prepayment made to service providers for providing A.I data development services to the Group for the use in its IT system upgrade business, which is part of the Group's usual and ordinary course of business. As such, the Directors consider that such prepayment did not constitute notifiable transaction under the GEM Listing Rules because (i) it is a transaction with services provider in relation to the Group's ordinary and usual course of business in connection with the IT system upgrade services; and (ii) such transaction is revenue in nature given that such prepayment is operational and the Directors expect such transaction will directly generate future economic benefit to the Group. Subsequently, the Group changed its plan and terminated the A.I data development services and managed to obtain full refund of service fees prepayment from such service provider. Hence, as at the date of this announcement, the aforementioned payment has been fully refunded to the Group.

(c) Other receivables

The other receivables are mainly advance to third parties.

The terms of the loan agreements were negotiated on an arm's length basis between the Group and the borrowers, having regard to the amount of the loan, the Group's business relationship with the borrower, the background of the borrower and the potential benefits that may be brought to the Group.

The borrowers are principally engaged in IT hardware business in the PRC, which is capable of successfully bidding sizable IT deals from multinational companies or PRC government authorities. The Group advance the loan to the borrowers for the purpose of providing the borrower with extra liquidity to procure IT hardware in order to perform its IT deals. Under the loan agreements, the borrowers shall endeavour to refer the Group to its customers in those sizeable deals in respect of IT technical consulting services which the Group can provide. The borrowers shall first engage the Group to provide IT technical consulting services in respect of its existing and future deals. Under such business cooperation arrangement, the IT hardware will be procured and built up by the borrowers, whereas the IT technical consulting services, systemic upgrade and specific software development will be rendered by the Group.

The directors of the Group are of the view that such loans/advances have strengthen the business cooperation relationship between the Group and the borrowers in the IT industry, which also helps the Group to gain the business opportunities for potential future sizable deals bid by the borrowers from multinational companies and/or PRC governmental authorities. The loan were settled during the year.

The advance from third parties are unsecured, non-interest bearing and repayable on demand.

13. EQUITY INVESTMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	2024 HK\$	2023 HK\$
Included in non-current assets		
– Private equity investment	<u>82,622,621</u>	<u>32,218,715</u>

The above investments are intended to be held for the medium to long term. Designation of these investments as equity investments at fair value through other comprehensive income can avoid the volatility of the fair value changes of these investments to profit or loss.

14. TRADE PAYABLES

	2024 HK\$	2023 HK\$
Trade payables	<u>32,100</u>	<u>33,105</u>

The following is an ageing analysis of trade payables based on the invoice date at the end of the reporting period.

	2024 HK\$	2023 HK\$
Over 90 days	<u>32,100</u>	<u>33,105</u>

15. SHARE CAPITAL

	Number of ordinary shares	Share capital
Ordinary shares of HK\$0.01 each		
Authorised:		
At 1 January 2023, 31 December 2023 and 31 December 2024	<u>3,000,000,000</u>	<u>30,000,000</u>
Issued and fully paid:		
Ordinary Shares of HK\$0.01 each		
As at 1 January 2023	800,000,000	8,000,000
Issue of shares (<i>Note b</i>)	<u>13,231,894</u>	<u>132,319</u>
As at 31 December 2023 and 1 January 2024	813,231,894	8,132,319
Issue of shares (<i>Note a</i>)	<u>101,488,000</u>	<u>1,014,880</u>
At 31 December 2024	<u>914,719,894</u>	<u>9,147,199</u>

Notes:

- (a) On 30 April 2024, 101,488,000 subscription shares were allotted and issued to four subscribers at the subscription price of HK\$0.165 per subscription share. For details, please refer to the announcements of the Company dated 8 April 2024 and 30 April 2024.

The gross proceeds from the subscription is approximately HK\$16.7million. The net proceeds from the subscriptions, after deduction of relevant cost and expenses, is approximately HK\$16.2 million.

- (b) On 8 May 2023, 13,157,894 subscription shares were allotted and issued to ST MA Limited at the subscription price of HK\$7.60 per Share. ST MA Limited is beneficially owned by Mr. Ma Lie as to 100%, who is the director of the Company.

On 8 May 2023, 74,000 remuneration shares were allotted and issued to Rainbow Capital (HK) Limited at the subscription price of HK\$7.60 per Share for consultation services amounted to HK\$562,400.

- (c) The Group manages its capital to ensure that entities in the Group will be able to continue as a going concern while maximising the return to owners through the optimisation of the debt and equity balance. The Group's overall strategy remains unchanged from prior year.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Group is principally engaged in (1) the provision of visual display solution services for concerts and events primarily in Hong Kong, Macau and the PRC, (2) the provision of information technology consulting services in the PRC and (3) the provision of hotel reservation and convention planning services in the PRC.

Visual display solutions

During the year ended 31 December 2024, the Group was engaged in 909 pop concert shows for Hong Kong and non-Hong Kong artists/bands (2023: 516).

The Group derived approximately 93.90% of its total revenue during the year ended 31 December 2024 from pop concerts (2023: 84.28%), the majority of which took place in Hong Kong and the PRC. The remainder of the Group's revenue of visual display solutions business was attributable to other live events, including corporate events, exhibitions, sports and recreational events and other live performances, as well as equipment rental.

Information technology consulting

During the year ended 31 December 2024, the revenue of provision of information technology consulting services amounted to approximately HK\$0.3 million (representing 0.2% of the total revenue) (2023: HK\$2.5 million (representing 2.6% of the total revenue)) which was mainly contributed by an information technology project of customers in the PRC.

Hotel reservation and convention planning

During the year ended 31 December 2024, the revenue of provision of hotel reservation and convention planning services amounted to approximately HK\$0.5 million (representing 0.3% of the total revenue) (2023: HK\$2.4 million (representing 2.5% of the total revenue)).

Principal Risks and Uncertainties

During the year ended 31 December 2024, the Group faced the following risks and uncertainties that might have affected the Group's financial condition, results of operations, business and prospects:

Financial risk

The Group's operations are exposed to various types of financial risks such as foreign currency risk, credit risk, liquidity risk and interest rate risk. Details of the aforesaid risk factors and the respective risk management measures are shown in note 5 to the consolidated financial statements in the annual report.

Operational risk

The success of the Group's business is largely attributable to the Group's ability to keep pace with the latest development of visual display technology in the market in order to provide feasible and cost-effective visual display solutions to the Group's customers. The Group's executive directors and senior management are responsible for assessing the change in market trends and making decisions to invest in suitable visual display equipment to cope with the latest customer demands and specifications in a timely and cost-effective manner.

The business opportunities arise from the market demand for new technologies. The Group will keep to explore the new technologies to extend its existing video display business.

Cyber risk and security

The Group's computer equipment and website are exposed to attack, damage or unauthorized access in this cyber era. Failure to protect the Group's computer equipment and website from any unauthorized access can result in reputational damage, financial loss and disruptions in operations.

The Group has installed appropriate anti-virus software and internet fire walls to protect the Group's computer equipment and website from any cyber-attacks. Trainings have been provided to the Group's staff to follow a security code setting procedures to minimize the likelihood of any unauthorized access to the Group's computer equipment.

Data fraud or theft

The Group's critical information is kept and managed by the Group's executive directors and key management. Failure to protect the Group's critical information from any data fraud or theft can result in financial loss and disruptions in operations.

Trainings have been provided to the Group's executive directors and key management for keeping and managing the Group's critical information to minimize the likelihood of any data fraud or theft.

Environment and social risks

For details of how the Group addresses to its environment and social risks, where applicable, please refer to the Environmental, Social and Governance Report to be included in the annual report of the Company for the year ended 31 December 2024 which will be dispatched in due course.

Market risk

The Group's business performance and financial conditions may be affected by the state of economy in the PRC including Hong Kong. The economy of the PRC is susceptible to material fluctuations, volatility, disruptions or downturn of broader global economic and financial environment. The Group's executive directors are responsible for determining an overall market risk control framework, monitoring and assessing market conditions and devising refined policies in light of any adverse factors affecting the Group's performance and market position.

FINANCIAL REVIEW

Revenue

The Group generates revenue from providing (i) visual display solutions to its customers in relation to pop concert shows and various other live events; (ii) information technology consulting services; (iii) hotel reservation and convention planning services; and (iv) equipment rental.

The following table sets out a breakdown of the Group's revenue by source of income during the year ended 31 December 2024 with the comparative figures for the year ended 31 December 2023:

	Year ended		Year ended	
	31 December 2024		31 December 2023	
		% of total		% of total
	HK\$'000	revenue	HK\$'000	revenue
Visual display solutions	163,130	99.2	90,751	94.8
Information technology consulting	269	0.2	2,479	2.6
Hotel reservation and convention planning	492	0.3	2,353	2.5
Equipment rental	546	0.3	85	0.1
	<hr/>	<hr/>	<hr/>	<hr/>
Total	164,437	100.0	95,668	100.0
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

During the year ended 31 December 2024, the Group principally derived its revenue from the provision of visual display solutions, the provision of information technology consulting services and the provision of hotel reservation and convention planning services, which accounted for 99.2% of the Group's total revenue (2023: approximately 94.8%), 0.2% of the Group's total revenue (2023: 2.6%) and 0.3% of the Group's total revenue (2023: 2.5%) respectively. The Group's revenue increased by approximately 71.9% from approximately HK\$95.7 million for the year ended 31 December 2023 to approximately HK\$164.4 million for the year ended 31 December 2024.

Visual display solutions

The following table sets out a breakdown of the Group's revenue from visual display solutions during the year ended 31 December 2024 with the comparative figures for the year ended 31 December 2023. For the purpose of revenue breakdown presentation, other live events include corporate events, sports and recreation events, exhibitions and other live performances:

	Year ended 31 December 2024				Year ended 31 December 2023			
			% of total revenue from visual display solutions	Average revenue per show (HK\$'000)			% of total revenue from visual display solutions	Average revenue per show (HK\$'000)
	No. of shows	Revenue (HK\$'000)			No. of shows	Revenue (HK\$'000)		
Pop concerts	909	154,400	94.6	170	516	80,631	88.8	156
Other live events	543	8,730	5.4	16	517	10,120	11.2	20
<hr/>								
Total revenue from visual display solutions	1,452	163,130	100.0	112	1,033	90,751	100.0	88

The increase in revenue from pop concerts was mainly attributable to effect of (i) the increase in the number of pop concert shows undertaken by the Group from 516 for the year ended 31 December 2023 to 909 for the year ended 31 December 2024; and (ii) the increase in the average revenue per show for pop concerts from approximately HK\$156,000 for the year ended 31 December 2023 to approximately HK\$170,000 for the year ended 31 December 2024.

The decrease in revenue from other live events was mainly attributable to net-off effect of (i) the increase in the number of other live events undertaken by the Group from 517 for the year ended 31 December 2023 to 543 for the year ended 31 December 2024, and (ii) the decrease in the average revenue per show for other live events from approximately HK\$20,000 for the year ended 31 December 2023 to HK\$16,000 for the year ended 31 December 2024.

Revenue analysis by geographical location

The following table sets out a breakdown of the revenue of the Group from pop concerts by geographical location during the year ended 31 December 2024 with comparative figures for the year ended 31 December 2023:

	Year ended 31 December 2024				Year ended 31 December 2023			
	No. of shows	Revenue (HK\$'000)	% of total revenue from pop concerts	Average revenue per show (HK\$'000)	No. of shows	Revenue (HK\$'000)	% of total revenue from pop concerts	Average revenue per show (HK\$'000)
Pop concerts								
Hong Kong	273	41,436	26.9	152	223	29,619	36.7	133
PRC	414	81,257	52.6	196	184	30,017	37.2	163
Macau	199	27,315	17.7	137	83	17,711	22.0	213
Others	23	4,392	2.8	191	26	3,284	4.1	126
Total revenue from pop concerts	<u>909</u>	<u>154,400</u>	<u>100.0</u>	<u>170</u>	<u>516</u>	<u>80,631</u>	<u>100.0</u>	<u>156</u>

The following table sets out a breakdown of the revenue of the Group from other live events by geographical location during the year ended 31 December 2024 with comparative figures for the year ended 31 December 2023:

	Year ended 31 December 2024				Year ended 31 December 2023			
	No. of shows	Revenue (HK\$'000)	% of total revenue from other live events	Average revenue per show (HK\$'000)	No. of shows	Revenue (HK\$'000)	% of total revenue from other live events	Average revenue per show (HK\$'000)
Other live events								
Hong Kong	321	5,343	61.2	17	430	7,795	89.3	18
PRC	9	76	0.9	8	46	272	3.1	6
Macau	213	3,311	37.9	16	41	2,053	23.5	50
Total revenue from other live events	<u>543</u>	<u>8,730</u>	<u>100.0</u>	<u>16</u>	<u>517</u>	<u>10,120</u>	<u>115.9</u>	<u>20</u>

Information technology consulting

During the year ended 31 December 2024, the revenue of provision of information technology consulting services amounted to approximately HK\$0.3 million (representing 0.2% of the total revenue) (2023: HK\$2.5 million (representing 2.6% of the total revenue)) which was mainly contributed by an information technology project of customers in the PRC.

Hotel reservation and convention planning

During the year ended 31 December 2024, the revenue of provision of hotel reservation and convention planning services amounted to approximately HK\$0.5 million (representing 0.3% of the total revenue) (2023: HK\$2.4 million (representing 2.5% of the total revenue)).

Cost of services

The cost of services of the Group mainly include depreciation of property, plant and equipment, direct labour costs, subcontracting charges, freight and logistics expenses, cost of equipment and spare parts and rental expenses related to lease of equipment. The Group's cost of services increased by approximately 28.4% from approximately HK\$69.1 million for the year ended 31 December 2023 to approximately HK\$88.7 million for the year ended 31 December 2024. Such increase was mainly due to the increase of property, plant and equipment and the increase of depreciation of property, plant and equipment to handle the increase of revenue.

Gross profit and gross profit margin

The gross profit of the Group for the year ended 31 December 2024 amounted to approximately HK\$75.7 million (2023: gross profit of approximately HK\$26.6 million), representing a gross profit margin of approximately 46.1% (2023: gross profit margin of approximately 27.8%). The increase in gross profit margin was mainly attributable to the increase in revenue.

Administrative expenses

The administrative expenses of the Group mainly include administrative staff costs, depreciation of right-of-use assets, rental expenses of short-term leases in respect of rental premises and others. The Group's administrative expenses decreased by approximately 25.5% from approximately HK\$51.0 million for the year ended 31 December 2023 to approximately HK\$38.0 million for the year ended 31 December 2024. Such decrease was mainly due to decrease of administrative expenses for information technology consulting business and hotel reservation and convention planning business as the decrease of revenue of these two businesses.

Finance costs, net

The net finance cost of the Group mainly consists of interests on bank borrowings which were all repayable within five years, interest expenses on obligations under finance lease and interest on lease liabilities. The Group's finance costs increase by approximately 12.4% from HK\$0.66 million for the year ended 31 December 2023 to approximately HK\$0.74 million for the year ended 31 December 2024 which was mainly due to the increase of average lease liabilities.

Income tax expense

The Group is subject to income tax on an enterprise basis on profits arising in or derived from the jurisdictions in which members of the Group are domiciled and operate.

During the years ended 31 December 2024 and 2023, all PRC subsidiaries of the Company were subject to the PRC Enterprise Income Tax at the rate of 25.0%.

Pursuant to the enactment of the two-tiered profit tax rates issued by the Inland Revenue Department ("IRD") from the year of assessment 2018/19 onwards, the Group's first HK\$2 million of assessable profits under Hong Kong profits tax for the year ended 31 December 2024 is subject to a tax rate of 8.25%, while the remaining assessable profits are subject to a tax rate of 16.5%. During the year ended 31 December 2024, no Hong Kong profits tax has been provided for as the Group did not generate any estimated assessable profit (2023: same).

The Macau subsidiary of the Company was subject to Macau complementary tax at the rate of 12.0% on the estimated assessable income exceeding MOP600,000 during the years ended 31 December 2024 and 2023.

Our income tax expenses changed from approximately HK\$0.6 million of income tax expenses for the year ended 31 December 2023 to approximately HK\$1.0 million of income tax expense for the year ended 31 December 2024 due to the increase of profit for before tax.

Profit/(loss) for the year

As a result of the foregoing, the Group's profit was approximately HK\$40.1 million for the year ended 31 December 2024, as compared with a loss of approximately HK\$27.8 million for the year ended 31 December 2023. The profit was mainly attributable to the increase in gross profit as a result of the increase in revenue.

Business Update

Amid the global economy is still facing various challenges brought by the high inflationary pressure and soaring interest rates, with the strong support of the PRC government in unleash the consumption potential, the Group anticipated that the economy in the PRC including Hong Kong and Macau will accelerate growth in 2025.

The Group anticipated that the prospects for the Group's video display solutions business will become more promising in 2025 due to the improved macroeconomic atmosphere and market conditions coupled with the increase in clients' production budgets. Due to the development of the mass media and entertainment market, more styles of performing arts are introduced to the audience, especially in the PRC and the number of artists who can organize concert tour with more number of shows is increasing. This will bring renewed impetus for growth to the Group's video display solutions business.

The management will keep to explore more business opportunities to diversify the business of the Group in 2025.

LIQUIDITY AND CAPITAL RESOURCES

Financial Resources, Liquidity and Capital Structure

The Group finances its operations primarily through cash generated from operating activities and interest-bearing bank borrowing, overdrafts and finance leases. The Group recorded net current assets of approximately HK\$113.1 million as at 31 December 2024 (31 December 2023: net current assets of approximately HK\$106.2 million).

As at 31 December 2024, the Group's current ratio was approximately 1.95 (31 December 2023: approximately 1.98) and the Group's gearing ratio calculated based on the total debt (including shareholder's loans) at the end of the period divided by total equity at the end of the period was approximately 14.1% (31 December 2023: approximately 18.0%). The decrease of the Group's gearing ratio during the year ended 31 December 2024 was mainly due to the increase in total equity.

As at 31 December 2024, the maximum limit of the banking facilities available to the Group amounted to HK\$13 million (31 December 2023: HK\$13 million). The bank borrowings were denominated in Hong Kong dollars, repayable within one year or on demand and interest-bearing at floating rates from 3.5% to 4.5% per annum (31 December 2023: 3.5% to 7.7% per annum).

As at 31 December 2024, the capital structure of the Group consisted of equity attributable to owners of the Company of approximately HK\$187.0 million, comprising issued share capital and reserves.

In order to improve the Group’s liquidity and financial position, 101,488,000 subscription shares were allotted and issued to four subscribers at the subscription price of HK\$0.165 per subscription share on 30 April 2024. For details, please refer to the announcements of the Company dated 8 April 2024 and 30 April 2024, and the section headed “Use of Proceeds - 2024 Share Issuance” below in this announcement.

FOREIGN CURRENCY EXPOSURE RISKS

The Group operates mainly in the PRC including Hong Kong and is exposed to foreign exchange risk arising from various currency exposures, primarily with respect to certain purchases with United States dollars (“US\$”) and Macau Patacas (“MOP”). Foreign exchange risk arises when future commercial transactions, recognised assets and liabilities are denominated in a currency that is not the group entities’ functional currency. The Group however did not engage in any derivatives agreements and did not commit to any financial instrument to hedge its foreign exchange exposure during the year ended 31 December 2024.

TREASURY POLICIES

The Group has adopted a prudent financial management approach towards its treasury policies and thus maintained a healthy liquidity position throughout the year ended 31 December 2024. The Group strives to reduce exposure to credit risk by performing ongoing credit assessments and evaluations of the financial status of its customers. To manage liquidity risk, the Board closely monitors the Group’s liquidity position to ensure that the liquidity structure of the Group’s assets, liabilities and other commitments can meet its funding requirements from time to time.

SIGNIFICANT INVESTMENTS, MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES

On 23 May 2023, Guangzhou Yiciyuan Technology Company Limited* (廣州異次元科技有限公司), an indirect wholly-owned subsidiary of the Company (as the purchaser)(the “**Purchaser**”) and Guangzhou Lingjing Smart Technology Company Limited* (廣州靈境智慧科技有限公司) (as the vendor) (the “**Vendor**”) entered into a sale and purchase agreement (the “**SPA**”), pursuant to which the Purchaser conditionally agreed to acquire, and the Vendor conditionally agreed to sell 10% of the registered capital (the “**Target Shares**”) of Shenzhen Evolution Equation Technology Company Limited* (深圳市進化方程科技有限公司) (the “**Target Company**”) at the total consideration of RMB50,000,000 in cash (the “**Acquisition**”). Completion of the Acquisition took place on 23 April 2024, upon which the Vendor had transferred the Target Shares to the Purchaser.

Since the industrial and commercial registration of the Target Shares has not been completed as at 23 April 2024, the Vendor and the Purchaser subsequently entered into a trustee agreement on 23 May 2024, and supplemented by supplemental trustee agreements dated 11 September 2024 and 18 September 2024 (collectively, the “**Trustee Agreements**”), pursuant to which (i) the Purchaser and the Vendor confirmed that completion of the Acquisition had taken place on 23 April 2024; and (ii) the Vendor agreed to act as a bare trustee to hold the Target Shares on behalf of the Purchaser with effect from 23 April 2024 until the completion of the industrial and commercial registration of the Target Shares. The relevant industrial and commercial registration of the transfer of the Target Shares were completed on 14 November 2024, upon which the Purchaser became the registered owner of the Target Shares and the Vendor ceased to act as a bare trustee to hold the Target Shares on behalf of the Purchaser pursuant to the Trustee Agreements.

For further details of the Acquisition, please refer to the announcements of the Company dated 23 May 2023, 22 May 2024 and 18 November 2024.

Save as disclosed above, during the year ended 31 December 2024, the Group did not have any significant investments, material acquisitions nor disposals of subsidiaries and affiliated companies.

CAPITAL COMMITMENTS AND CONTINGENT LIABILITIES

As at 31 December 2024, the Group did not have any material capital commitments or any material contingent liabilities (31 December 2023: HK\$11,035,000).

DIVIDEND

The Board does not recommend the payment of a dividend for the year ended 31 December 2024.

PLEDGE OF ASSETS

As at 31 December 2024, the Group did not have any pledged short-term bank deposits as security for the Group’s banking facilities (31 December 2023: Nil).

USE OF PROCEEDS

2023 Share Issuance

The Company allotted and issued 13,157,894 shares to ST MA Limited, a controlling shareholder of the Company, under a special mandate on 8 May 2023 (the “**2023 Share Issuance**”) and the net proceeds from the 2023 Share Issuance, after deduction of related fees and expenses, amounted to approximately HK\$59.0 million. The Company intends to use the net proceeds from the 2023 Share Issuance of (i) approximately HK\$49.0 million for the acquisition of 10% equity interest in Shenzhen Evolution Equation Technology Company Limited, a company engaged in the provision of information technology solutions and e-commerce; and (ii) HK\$10.0 million for general corporate working capital. For further details of the 2023 Share Issuance, please refer to the announcements of the Company dated 12 December 2022 and 8 May 2023, and the circular of the Company dated 17 January 2023.

Set out below is the actual use of the net proceeds up to 31 December 2024:

	Planned use of total net proceeds <i>HK\$'000</i>	Approximate percentage of total net proceeds	Actual use of net proceeds up to 31 December 2023 <i>HK\$'000</i>	Unused total net proceeds as at 31 December 2023 <i>HK\$'000</i>	Actual use of net proceeds during the year ended 31 December 2024 <i>HK\$'000</i>	Unused total net proceeds up to 31 December 2024 <i>HK\$'000</i>
Acquisition of 10% registered capital of Shenzhen Evolution Equation Technology Company Limited	49,000	83.0	49,000	–	–	–
Working capital	10,000	17.0	8,241	1,759	1,759	–
Total	<u>59,000</u>	<u>100.0</u>	<u>57,241</u>	<u>1,759</u>	<u>1,759</u>	<u>–</u>

The net proceeds from the 2023 Share Issuance have been fully utilised as at 31 December 2024.

2024 Share Issuance

The Company allotted and issued a total of 101,488,000 shares to four subscribers, under a general mandate on 30 April 2024 (the “**2024 Share Issuance**”) and the net proceeds from the 2024 Share Issuance, after deduction of related fees and expenses, amounted to approximately HK\$16.2 million. The Company intends to apply the net proceeds for general corporate and working capital purposes. For further details, please refer to the announcements of the Company dated 8 April 2024 and 30 April 2024.

Set out below is the actual use of the net proceeds up to 31 December 2024:

		Approximate percentage (%)	Actual use of net proceeds during the year ended 31 December 2024	Unused total net proceeds up to 31 December 2024
	Planned use of net proceeds <i>HK\$'000</i>	of total net proceeds	<i>HK\$'000</i>	<i>HK\$'000</i>
Working capital	16,200	100.0	16,200	–

The net proceeds from the 2024 Share Issuance have been fully utilised as at 31 December 2024.

CORPORATE GOVERNANCE PRACTICES

The Directors consider that incorporating the core elements of good corporate governance in the management structure and internal control procedures of the Group would help balance the interest of the shareholders, customers and employees of the Company. The Board has adopted the principles and the code provisions of the Corporate Governance Code contained in Appendix C1 of the GEM Listing Rules (the “**CG Code**”) to ensure that the Group’s business activities and decision making processes are regulated in a proper and prudent manner.

On 24 September 2024, the Company announced its failure, due to inadvertent oversight, to comply with the notification, announcement, circular and shareholders’ approval requirements in a timely manner in respect of the advance to an entity and major transaction regarding the provision of a loan in the amount of RMB100,000,000 by Shenzhen Xinhang Information Technology Company Limited* (深圳市鑫杭信息科技有限公司) (“**Shenzhen Xinhang**”), a subsidiary of the Company, to an independent third party in March 2023 (the “**Loan**”). This constituted non-compliance of the Company’s relevant obligations under Chapters 17 and 19 of the GEM Listing Rules. The Loan was repaid in full on 27 March 2024.

In order to avoid recurrence of similar events in the future, the Company (a) has taken and will take remedial measures to ensure that the relevant GEM Listing Rules are strictly complied with; and (b) will implement enhancements to its internal control procedures with respect to future loans to be provided by the Group. For further details of the Loan, the remedial measures and enhancements to the Company’s internal control procedures, please refer to the announcement of the Company dated 24 September 2024.

Other than the matter disclosed as above, during the year ended 31 December 2024, the Company has complied with the code provisions set out in the CG Code.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

During the year ended 31 December 2024 and up to the date of this announcement, there had been no purchase, sales or redemption of the Company's listed securities by the Company or any of its subsidiaries.

DIRECTORS' SECURITIES TRANSACTIONS

The Company adopted a code of conduct regarding directors' securities transactions on terms no less exacting than the required standard of dealings set out in Rules 5.48 to 5.67 of the GEM Listing Rules. Having made specific enquiries of all Directors, the Company confirms that all of the Directors complied with such required standard of dealings and its code of conduct regarding directors' securities transactions as at the date of this announcement.

AUDIT COMMITTEE

The Company has established an Audit Committee on 19 May 2017 with written terms of reference in compliance with Rules 5.28 to 5.29 of the GEM Listing Rules. The primary duties of the Audit Committee are to review the Company's draft annual, interim and quarterly financial reports and accounts and to provide advice and comments thereon to the Board. The Audit Committee is also responsible for reviewing and supervising the financial reporting process and internal control procedures of the Group. The Audit Committee comprises four independent non-executive Directors, namely Mr. Ji Gui Bao, Ms. Jiang Yu E, Mr. Li Bing and Mr. Chen Zhipeng. Mr. Ji Gui Bao is the chairman of the Audit Committee.

The Audit Committee has reviewed this announcement and the audited consolidated results of the Group for the year ended 31 December 2024 and the effectiveness of internal control system.

SCOPE OF WORK OF ZHONGHUI ANDA CPA LIMITED

The figures in respect of the Group's consolidated statement of financial position, consolidated statement of profit or loss and other comprehensive income and the related notes thereto for the year ended 31 December 2024 as set out in this preliminary announcement have been agreed by the Group's auditors, ZHONGHUI ANDA CPA Limited, to the amounts set out in the Group's audited consolidated financial statements for the year. The work performed by ZHONGHUI ANDA CPA Limited in this respect did not constitute an assurance engagement and consequently no opinion or assurance conclusion has been expressed by ZHONGHUI ANDA CPA Limited on this preliminary announcement.

ANNUAL GENERAL MEETING

A notice convening the annual general meeting will be published and dispatched in the manner as required by the GEM Listing Rules in due course. Information regarding the record date and book close date to determine the entitlement of the shareholders to attend and vote at the annual general meeting will be announced in due course.

PUBLICATION OF ANNUAL RESULTS ANNOUNCEMENT AND ANNUAL REPORT ON THE WEBSITES OF THE STOCK EXCHANGE AND THE COMPANY

This announcement is published on the websites of the Stock Exchange (www.hkexnews.hk) and the Company (www.intechproductions.com). The annual report of the Company for the year ended 31 December 2024 containing all the information required by the GEM Listing Rules will be dispatched (if necessary) to the Company's shareholders and posted on the above websites in due course.

APPRECIATION

The Board would like to extend its sincere thanks to the Group's shareholders, business partners and customers for their utmost support to the Group. The Group would also like to take this opportunity to thank all management members and staff for their hard work and dedication throughout the year.

By order of the Board
Brightstar Technology Group Co., Ltd
Cui Hai Bin
Chairman and Executive Director

Hong Kong, 31 March 2025

As at the date of this announcement, the Board comprises three executive Directors, namely, Mr. Cui Hai Bin, Mr. Yeung Ho Ting Dennis and Ms. Zhang Yan Ling; and four independent non-executive Directors, namely, Ms. Jiang Yu E, Mr. Ji Gui Bao, Mr. Li Bing and Mr. Chen Zhipeng.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the websites of the Stock Exchange at www.hkexnews.hk and of the Company at www.intechproductions.com.