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## **HAO BAI INTERNATIONAL (CAYMAN) LIMITED**

**浩柏國際（開曼）有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 8431)**

### **ANNUAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 31 MARCH 2025**

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

**GEM has been positioned as a market designed to accommodate small and mid-sized 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.**

**Given the companies listed on GEM are generally small and mid-sized companies, 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 results announcement, for which the directors (the “**Directors**”) of Hao Bai International (Cayman) Limited (the “**Company**”), collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on 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 results 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 results announcement misleading.*

## GROUP RESULTS

The board of directors (the “**Board**”) of Hao Bai International (Cayman) Limited (the “**Company**”) announced the annual consolidated results of the Company and its subsidiaries (collectively referred to as the “**Group**”) for the year ended 31 March 2025 together with the comparative audited figures for last financial year as follows:

### CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

*Year ended 31 March 2025*

	<i>Notes</i>	<b>2025</b> <i>HK\$'000</i>	2024 <i>HK\$'000</i>
<b>Revenue</b>	4	<b>24,505</b>	21,884
Cost of services		<u>(15,823)</u>	<u>(16,438)</u>
Gross profit		<b>8,682</b>	5,446
Other income and (losses)/gains, net	5	<b>(3,797)</b>	511
Impairment loss on contract assets		<b>(15,601)</b>	(3,122)
Impairment loss on trade receivables		<b>(1,657)</b>	(558)
Administrative expenses		<b>(6,014)</b>	(11,919)
Finance costs	6	<u><b>(541)</b></u>	<u>(384)</u>
<b>Loss before tax</b>	7	<b>(18,928)</b>	(10,026)
Income tax expense	8	<u><b>(334)</b></u>	<u>(500)</u>
<b>Loss for the year</b>		<u><b>(19,262)</b></u>	<u>(10,526)</u>
<b>Other comprehensive expenses</b>			
<i>Items that may be reclassified to profit or loss:</i>			
Exchange differences on translation of foreign operations*		–	–
<i>Items that will not be reclassified to profit or loss:</i>			
Fair value changes in equity investments at fair value through other comprehensive income (“FVTOCI”)		<u><b>(75)</b></u>	–
<b>Other comprehensive expenses for the year</b>		<u><b>(75)</b></u>	–
<b>Total comprehensive expenses for the year</b>		<u><b>(19,337)</b></u>	<u>(10,526)</u>

		<b>2025</b>	2024
	<i>Notes</i>	<b><i>HK\$'000</i></b>	<i>HK\$'000</i>
<b>Loss for the year attributed to:</b>			
– Owners of the Company		<b>(19,319)</b>	(10,726)
– Non-controlling interests		<u>57</u>	<u>200</u>
		<b><u>(19,262)</u></b>	<b><u>(10,526)</u></b>
<b>Total comprehensive expenses for the year attributable to:</b>			
– Owners of the Company		<b>(19,394)</b>	(10,726)
– Non-controlling interests		<u>57</u>	<u>200</u>
		<b><u>(19,337)</u></b>	<b><u>(10,526)</u></b>
			(Restated)
Loss per share			
– Basic and diluted ( <i>HK cents</i> )	9	<b><u>(53.6)</u></b>	<b><u>(37.2)</u></b>

\* The exchange differences resulting from the translation of foreign operations are rounded to zero.

# **CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

*At 31 March 2025*

		<b>2025</b>	2024
	<i>Note</i>	<b>HK\$'000</b>	<b>HK\$'000</b>
<b>Non-current assets</b>			
Property, plant and equipment		<b>3</b>	3
Right-of-use assets		–	2,414
Goodwill		–	2,739
Equity investment at FVTOCI		<b>2,625</b>	2,700
Intangible assets		<b>2,701</b>	–
		<b>5,329</b>	7,856
<b>Current assets</b>			
Contract assets		<b>38,923</b>	63,550
Trade and other receivables, deposits and prepayments	11	<b>35,014</b>	29,981
Contingent consideration receivable		–	5,611
Bank balances and cash		<b>1,819</b>	170
		<b>75,756</b>	99,312
<b>Total assets</b>		<b>81,085</b>	107,168
<b>Current liabilities</b>			
Contract liabilities		<b>3,183</b>	15,053
Trade and other payables and accruals		<b>65,620</b>	71,292
Bank and other borrowings		<b>5,654</b>	6,186
Lease liabilities		–	1,713
Tax payables		<b>641</b>	822
		<b>75,098</b>	95,066
<b>Non-current liabilities</b>			
Lease liabilities		–	712
		–	712
<b>Total liabilities</b>		<b>75,098</b>	95,778

	<b>2025</b> <b>HK\$'000</b>	2024 <i>HK\$'000</i>
<b>Net current assets</b>	<u><b>658</b></u>	<u>4,246</u>
<b>Total assets less current liabilities</b>	<u><b>5,987</b></u>	<u>12,102</u>
<b>NET ASSETS</b>	<u><u><b>5,987</b></u></u>	<u><u>11,390</u></u>
<b>Capital and reserves</b>		
Share capital	<b>42,193</b>	30,951
Reserves	<u><b>(36,561)</b></u>	<u>(19,859)</u>
<b>Equity attributable to owners of the Company</b>	<b>5,632</b>	11,092
Non-controlling interests	<u><b>355</b></u>	<u>298</u>
<b>TOTAL EQUITY</b>	<u><u><b>5,987</b></u></u>	<u><u>11,390</u></u>

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

*Year ended 31 March 2025*

## 1. CORPORATE INFORMATION

Hao Bai International (Cayman) Limited (the “**Company**”) is an exempted company with limited liability incorporated in the Cayman Islands and its shares are listed on GEM of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”). The directors of the Company consider the Company’s immediate and ultimate holding company to be Harmony Asia International Limited, a company incorporated in Samoa. The Company’s registered office is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands. The address of its principal place of business is located at Room 210, 2nd Floor, Yick Tai Industrial Building, 650–652 Castle Peak Road, Lai Chi Kok, Kowloon, Hong Kong.

The principal activity of the Company is investment holding and the Company together with its subsidiaries (the “**Group**”) are principally engaged in design, procurement and installation services of the water circulation systems and related maintenance services including but not limited to swimming pools, water fountains and water curtains. The services are mainly categorised as (i) management contracting services – design, procurement and installation of Water Circulation Systems and related maintenance services; and (ii) consultancy services – provision of consultancy services on Water Circulation Systems and engineering, procurement and construction management (“**EPCM**”) services of commercial and residential buildings and infrastructures in China.

## 2. MATERIAL ACCOUNTING POLICY INFORMATION

### Statement of compliance

The consolidated financial statements have been prepared in accordance with HKFRS Accounting Standards (“**HKFRSs**”), which collective term includes all applicable individual Hong Kong Financial Reporting Standards (“**HKFRSs**”), Hong Kong Accounting Standards (“**HKASs**”) and Interpretations issued by the HKICPA and accounting principles generally accepted in Hong Kong. The consolidated financial statements also comply with the disclosure requirements of the Hong Kong Companies Ordinance and the applicable disclosure requirements under the Rules Governing the Listing of Securities on GEM of the Stock Exchange (the “**GEM Listing Rules**”).

The consolidated financial statements are presented in Hong Kong dollars (“**HK\$**”) for the convenience of the investors as the shares of the Company are listed on the GEM of the Stock Exchange. All values are rounded to the nearest thousand (“**HK\$’000**”) except when otherwise indicated.

The HKICPA has issued certain new and revised HKFRSs that are first effective or available for early adoption for the current accounting period of the Group. Below provides information on any changes in accounting policies resulting from initial application of these developments to the extent that they are relevant to the Group for the current and prior accounting periods reflected in these consolidated financial statements.

**(a) New and amendments to HKFRSs that are mandatorily effective for the current year**

In the current year, the Group has applied the following amendments to HKFRSs issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”) for the first time, which are mandatorily effective for the Group’s annual period beginning on 1 April 2024 for the preparation of the consolidated financial statements:

Amendments to HKFRS 16	<i>Lease Liability in a Sale and Leaseback</i>
Amendments to HKAS 1	<i>Classification of Liabilities as Current or Non-current and related amendments to Hong Kong Interpretation 5 (2020)</i>
Amendments to HKAS 1	<i>Non-current Liabilities with Covenants</i>
Amendments to HKAS 7 and HKFRS 7	<i>Supplier Finance Arrangements</i>

The application of the amendments to HKFRSs in the current year has had no material impact on the Group’s financial positions and performance for the current and prior years and/or on the disclosures set out in these consolidated financial statements.

**(b) New and amendments to HKFRSs in issue but not yet effective**

The Group has not early applied the following amendments to HKFRSs that have been issued but are not yet effective:

Amendments to HKFRS 9 and HKFRS 7	Amendments to the Classification and Measurement of Financial Instruments <sup>3</sup>
Amendments to HKFRS 9 and HKFRS 7	Contracts Referencing Nature-dependent Electricity <sup>3</sup>
Amendments to HKFRS 10 and HKAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture <sup>1</sup>
Amendments to HKFRS Accounting Standards	Annual Improvements to HKFRS Accounting Standards – Volume 11 <sup>3</sup>
Amendments to HKAS 21	Lack of Exchangeability <sup>2</sup>
HKFRS 18	Presentation and Disclosure in Financial Statements <sup>4</sup>

<sup>1</sup> Effective for annual periods beginning on or after a date to be determined.

<sup>2</sup> Effective for annual periods beginning on or after 1 January 2025.

<sup>3</sup> Effective for annual periods beginning on or after 1 January 2026.

<sup>4</sup> Effective for annual periods beginning on or after 1 January 2027.

Except for the new HKFRSs mentioned below, the Directors anticipate that the application of all other new and amendments to HKFRSs will have no material impact on the consolidated financial statements in the foreseeable future.

***HKFRS 18 Presentation and Disclosure in Financial Statements***

HKFRS 18 Presentation and Disclosure in Financial Statements, which sets out requirements on presentation and disclosures in financial statements, will replace HKAS 1 Presentation of Financial Statements. This new HKFRS Accounting Standard, while carrying forward many of the requirements in HKAS 1, introduces new requirements to present specified categories and defined subtotals in the statement of profit or loss; provide disclosures on management-defined performance measures in the notes to the financial statements and improve aggregation and disaggregation of information to be disclosed in the financial statements. In addition, some HKAS 1 paragraphs have been moved to HKAS 8 and HKFRS 7. Minor amendments to HKAS 7 Statement of Cash Flows and HKAS 33 Earnings per Share are also made.

HKFRS 18, and amendments to other standards, will be effective for annual periods beginning on or after 1 January 2027, with early application permitted. The application of the new standard is expected to affect the presentation of the statement of profit or loss and disclosures in the future financial statements. The Group is in the process of assessing the detailed impact of HKFRS 18 on the Group's consolidated financial statements.

### Going concern

In preparing the consolidated financial statements, the directors of the Company (the “**Directors**”) have given careful consideration to the future liquidity of the Group in light of the fact that the Group recorded a consolidated loss after tax of approximately HK\$19,337,000 for the year ended 31 March 2025 while it has been noted that the Group's current cash balances are insufficient to settle all the current liabilities. These conditions indicate that a material uncertainty still exists that may cast significant doubt on the Group's ability to continue as a going concern and, therefore, the Group may be unable to realise its assets and discharge its liabilities in the normal course of business.

The Directors are of the opinion that the Group will have sufficient working capital to finance its operations and to meet its financial obligations for at least the next twelve months from the date of approval of the consolidated financial statements. In order to ensure the Group's ability to operate as a going concern, the directors of the Company have implemented measures to deal with the conditions referred to above, as follows:

- (a) the Group will continue to negotiate with banks for renewing banking facilities. Based on the latest communications with the banks, the directors of the Company are not aware of any intention of the banks to withdraw their bank facilities or require early repayment of the loans, and the directors believe that the existing bank facilities will be renewed when their current terms expire given the good track records and relationships the Group has with the banks;
- (b) the management will consider other financing arrangements and fund-raising alternatives with a view to increasing the Group's capitalisation/equity and to support the continuing growth of the Company;
- (c) the substantial shareholder has committed to provide continuous financial support to the Group as is necessary to enable the Group to meet its day-to-day operations and its financial obligations as they fall due;
- (d) the Group's substantial shareholder has agreed not to demand for any repayment due to her of approximately HK\$13,608,000 at 31 March 2025 until the Group is in a financial position to do so;
- (e) the Group will take active measures to control administrative costs through various channels while it will continue to improve the operating efficiency by implementing measures to tighten cost controls over various operating expenses in order to enhance its profitability and to improve the cash flow from its operation in future; and
- (f) the directors of the Company will continue to implement stronger measures aiming at improving the working capital and cash flows of the Group, including closely monitoring incurrence of other operating expenses.

Having considered the above and after reviewing the cash flow forecast of the Group, the Directors are of the opinion that it is appropriate to prepare the consolidated financial statements of the Group for the year ended 31 March 2025 on a going concern basis.



Regarding to the cash flow projection of the Group, which are prepared assuming that the above measures are successful, the Directors are of the opinion that, in the light of the measures taken to-date, together with the expected results of the other measures in progress, the Group will have sufficient funding resources to satisfy its future working capital and other financing requirements. The Directors believe that the aforementioned measures will be successful, based on the continuous efforts by the management of the Group.

However, the appropriateness of the going concern basis of accounting is dependent on the assumption that (i) the management of the Group will be able to achieve its plans and measures as described above; (ii) the Group is able to obtain continuous external financial support; (iii) the Group will be able to improve its business operations; and (iv) the Group is able to generate sufficient cash flow and implement exercises to control costs. Should the going concern basis of accounting become inappropriate, adjustments might have to be made to reflect the situation that assets may need to be realised at the amounts other than which they are currently recorded in the consolidated statement of financial position at 31 March 2025, to provide for any further liabilities which might arise, and to reclassify non-current assets and non-current liabilities as current assets and current liabilities, respectively. The effects of these adjustments have not been reflected in these consolidated financial statements.

### 3. SEGMENT INFORMATION

The segment information for the reportable and operating segments for the years ended 31 March 2025 and 2024 is as follows:

	<b>Management contracting services HK\$'000</b>	<b>Consultancy services HK\$'000</b>	<b>Total HK\$'000</b>
<b>Year ended 31 March 2025</b>			
Revenue from external customers and segment revenue	<b>23,824</b>	<b>681</b>	<b>24,505</b>
Segment profits	<b>8,169</b>	<b>513</b>	<b>8,682</b>
Other income and (losses)/gains, net			<b>(3,797)</b>
Impairment loss on contract assets			<b>(15,601)</b>
Impairment loss on trade receivables			<b>(1,657)</b>
Administrative expenses			<b>(6,014)</b>
Finance costs			<b>(541)</b>
Loss before tax			<b>(18,928)</b>
<b>Year ended 31 March 2024</b>			
Revenue from external customers and segment revenue	<b>13,089</b>	<b>8,795</b>	<b>21,884</b>
Segment profits	<b>4,218</b>	<b>1,228</b>	<b>5,446</b>
Other income and (losses)/gains, net			<b>511</b>
Impairment loss on contract assets			<b>(3,122)</b>
Impairment loss on trade receivables			<b>(558)</b>
Administrative expenses			<b>(11,919)</b>
Finance costs			<b>(384)</b>
Loss before tax			<b>(10,026)</b>

The following is an analysis of the Group's assets and liabilities by operating segments:

	<b>Management contracting services HK\$'000</b>	<b>Consultancy services HK\$'000</b>	<b>Total HK\$'000</b>
<b>At 31 March 2025</b>			
<b>Segment assets</b>	<b>51,192</b>	<b>9,018</b>	<b>60,210</b>
Bank balances and cash			1,819
Other receivables, deposits and prepayments			16,431
Equity investment at FVTOCI			2,625
Consolidated assets			81,085
<b>Segment liabilities</b>	<b>41,328</b>	<b>8,519</b>	<b>49,847</b>
Bank and other borrowings			5,654
Other payables and accruals			19,597
Consolidated liabilities			75,098
<b>At 31 March 2024</b>			
<b>Segment assets</b>	<b>67,666</b>	<b>10,400</b>	<b>78,066</b>
Bank balances and cash			170
Other receivables, deposits and prepayments			17,882
Equity investment at FVTOCI			2,700
Goodwill			2,739
Contingent consideration receivable			5,611
Consolidated assets			107,168
<b>Segment liabilities</b>	<b>60,865</b>	<b>9,885</b>	<b>70,750</b>
Bank and other borrowings			6,186
Other payables and accruals			18,842
Consolidated liabilities			95,778

The following table provides an analysis of the Group's revenue based on geographical location where installation works or other services are provided:

	2025 HK\$'000	2024 HK\$'000
Hong Kong	23,824	13,089
Mainland China	681	8,795
	<u>24,505</u>	<u>21,884</u>

The following is an analysis of the carrying amounts of non-current assets, analysed by the geographical area in which the assets are located:

	2025 HK\$'000	2024 HK\$'000
Hong Kong	2,625	3,346
Mainland China	2,704	4,510
	<u>5,329</u>	<u>7,856</u>

#### Information about major customers

Revenue from customers of the years ended 31 March 2025 and 2024 contributed over 10% of the Group's revenue are as follows:

	2025 HK\$'000	2024 HK\$'000
Customer A	10,718	— <sup>^</sup>
Customer B	— <sup>^</sup>	10,738
Customer C	10,259	— <sup>^</sup>
	<u>10,259</u>	<u>—</u>

<sup>^</sup> The corresponding revenue did not contribute over 10% of the total revenue of the Group.

#### 4. REVENUE

	2025 HK\$'000	2024 HK\$'000
Revenue from management contracting services	23,824	13,089
Revenue from consultancy services	681	8,795
	<u>24,505</u>	<u>21,884</u>

All revenue generated by the Group for the years ended 31 March 2025 and 2024 was from contracts with customers within HKFRS 15 and recognised over time.

## 5. OTHER INCOME AND (LOSSES)/GAINS, NET

	2025 HK\$'000	2024 HK\$'000
Bank interest income	–	5
Exchange (losses)/gains, net	(386)	453
Sundry income	232	110
Fair value (loss)/gain on contingent consideration receivable	(5,611)	1,473
Impairment loss on goodwill	(2,739)	(1,530)
Loss on early termination of leases	(8)	–
Waive of other payables and accruals	4,715	–
	<u>(3,797)</u>	<u>511</u>

## 6. FINANCE COSTS

	2025 HK\$'000	2024 HK\$'000
Interest on bank borrowings	138	233
Interest on other borrowings	379	37
Interest on bank overdrafts	–	46
Interest on lease liabilities	24	68
	<u>541</u>	<u>384</u>

## 7. LOSS BEFORE TAX

This is stated after charging:

	2025 HK\$'000	2024 HK\$'000
Staff costs and related expenses (including directors' remuneration)		
Directors' emoluments	1,968	2,381
Other staff's salaries, allowances and other benefits	1,063	1,614
Contributions to defined contribution plans	21	73
	<u>3,052</u>	<u>4,068</u>
Less: Amount included in cost of services	(51)	(71)
	<u>3,001</u>	<u>3,997</u>

	2025 HK\$'000	2024 HK\$'000
<b>Other items</b>		
Auditors' remuneration	390	360
Contract costs relating to management contracting services recognised as expenses*	15,823	16,438
Depreciation of property, plant and equipment	–	28
Depreciation of right-of-use asset	983	1,306
Impairment loss on goodwill	2,739	1,530
Impairment loss on trade receivables	1,657	558
Impairment loss on contract assets	15,601	3,122
Loss on early termination of leases	8	–
	<u>          </u>	<u>          </u>

\* Contract costs included approximately HK\$2,561,000 (2024: approximately HK\$2,714,000) and approximately HK\$11,920,000 (2024: HK\$12,319,000) relating to the consumables goods and sub-contractor costs respectively.

## 8. INCOME TAX EXPENSE

	2025 HK\$'000	2024 HK\$'000
Hong Kong Profits Tax	167	455
PRC Enterprise Income Tax	167	45
	<u>          </u>	<u>          </u>
Total income tax expenses for the year	<u>334</u>	<u>500</u>

The Group's entities established in the Cayman Islands, Samoa and the British Virgin Islands ("BVI") are exempted from income tax.

Under the two-tiered profits tax rates regime of Hong Kong Profits Tax, the first HK\$2 million of profits of qualifying corporation will be taxed at 8.25% (2024: 8.25%), and profits above HK\$2 million will be taxed at 16.5% (2024: 16.5%). Hong Kong profits tax was calculated at a flat rate of 16.5% (2024: 16.5%) of the estimated assessable profits.

PRC subsidiaries are subject to PRC Enterprise Income Tax at 25% of the profit assessable to tax for both of the years presented.

Macau Complementary Tax has not been provided as the Group's entity established in Macau incurred a loss for taxation purposes.

## 9. LOSS PER SHARE

The calculation of basic and diluted loss per share attributable to owners of the Company is based on the following information:

	2025 HK\$'000	2024 HK\$'000
Loss for the year attributable to the owners of the Company, used in basic and diluted loss per share calculation	<b>(19,394)</b>	(10,726)
	<b>Number of shares</b>	
	2025	2024 (Restated)
Weighted average number of ordinary shares for basic and diluted loss per share calculation	<b>36,175,137</b>	28,863,349
Loss per share, basic and diluted ( <i>HK cents</i> )	<b>(53.6)</b>	(37.2)

The weighted average number of ordinary shares for the purpose of basic loss per share for the years ended 31 March 2025 and 2024 has been adjusted retrospectively for the effect of share consolidation completed on 29 April 2025 as if it had been effective on 1 April 2023. Additionally, for the year ended 31 March 2024, the number of ordinary shares has been adjusted to take into effect of the rights issue as if it had been effective on 1 April 2023.

The computation of diluted loss per share does not assume the exercise of the Company's outstanding share options since their assumed exercise would lead to anti-dilutive effect and result in a decrease in loss per share for the years ended 31 March 2025 and 2024.

## 10. DIVIDENDS

The directors of the Company did not declare or propose any dividend for the year ended 31 March 2025 (2024: HK\$Nil).

## 11. TRADE AND OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS

	Notes	2025 HK\$'000	2024 HK\$'000
Trade debtors		<b>31,493</b>	23,352
Less: Loss allowance		<b>(12,910)</b>	(11,253)
	11(a)	<b>18,583</b>	12,099
Pledged deposits to an insurance company	11(b)	<b>158</b>	158
Other receivables, deposits and prepayments	11(c)	<b>16,273</b>	17,724
		<b>35,014</b>	29,981

- (a) Trade debtors mainly arise from management contracting business and consultancy services. The Group's credit terms for its management contracting business are negotiated at terms determined and agreed with its trade customers. The credit periods are ranging from 30 to 60 days. The ageing analysis of trade debtors, net of loss allowance, based on invoice date at the end of the reporting period is as follows:

	2025 HK\$'000	2024 HK\$'000
Within 30 days	10,167	1,705
31 to 60 days	99	272
Over 60 days	8,317	10,122
	<u>18,583</u>	<u>12,099</u>

The Group maintains a defined credit policy to assess the credit quality of the trade customers. The collection is closely monitored to minimise any credit risk associated with these trade debtors.

At the end of the reporting period, the ageing analysis of the past due trade debtors, net of loss allowance:

	2025 HK\$'000	2024 HK\$'000
Within 30 days	–	–
31 to 60 days	–	–
61 to 365 days	–	6,198
More than one year	8,317	3,924
	<u>8,317</u>	<u>10,122</u>

- (b) Pledged deposits of approximately HK\$158,000 (2024: approximately HK\$158,000) to an insurance company is the security for issuance of performance bonds in respect of contracts for management contracting services with prevailing market rates at 0.2% (2024: 0.2%) per annum.
- (c) During the year ended 31 March 2025, the Group has entered certain non-binding memorandum of understanding with potential vendors in respect of not limited to acquisition, investment or co-operation. The other debtors, deposits and prepayments include the deposits paid to potential vendors of approximately HK\$14,087,000 (2024: HK\$9,873,000) and payable to an information intermediary of HK\$nil (2024: HK\$6,169,000). Subsequent to the end of the reporting period, the Company has terminated the cooperation and the deposit was partially refunded.

## **EXTRACT OF THE INDEPENDENT AUDITORS' REPORT**

The section below set out an extract of the independent auditors' report regarding the consolidation financial statements of the Group for the year ended 31 March 2025.

### **OPINION**

In our opinion, the consolidated financial statements give a true and fair view of the consolidated financial position of the Group as at 31 March 2025, and of its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with HKFRS Accounting Standards issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”) and have been properly prepared in compliance with the disclosure requirements of the Hong Kong Companies Ordinance.

### **MATERIAL UNCERTAINTY RELATED TO GOING CONCERN**

We draw attention to the section headed “Going Concern” of note 2 to the consolidated financial statements, that the Group incurred a net loss amounted to approximately HK\$19,337,000 for the year ended 31 March 2025. These conditions indicate that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. In light of all the measures and arrangements detailed in note 2 to the consolidated financial statements, the directors are of the opinion that the Group will be able to finance its future working capital and financial requirements. Our opinion is not modified in respect of this matter.

### **MANAGEMENT DISCUSSION AND ANALYSIS**

#### **BUSINESS REVIEW AND OUTLOOK**

The Group, a Hong Kong-based contractor, is principally engaged in design, procurement and installation services of the water circulation systems and related maintenance services including but not limited to swimming pools, water fountains and water curtains. We provide services mainly to property developers, main contractors and subcontractors in various private residential projects, hotel, casino, shopping and recreation complex projects in Hong Kong and China. The Group's services are mainly categorised as (i) management contracting services – design, procurement and installation of water circulation systems and related maintenance services; and (ii) consultancy services – provision of consultancy services on water circulation systems and engineering, procurement and construction management (“**EPCM**”) services of commercial and residential buildings and infrastructures in China. For the year ended 31 March 2025, the Group had 4 major management contracting projects in Hong Kong (2024: 4 management contracting projects) with revenue contribution, while the Group will continue to expand our businesses into China and the Greater Bay Area.



The global economy is expected to remain challenging and volatile in the next 12 months. The uncertainties in growth momentum, monetary policies and interest rate movements across major economies will be affected by policy shifts and different political landscape. The Chinese government has introduced a range of measures to encourage domestic consumption and strengthen investor confidence. Hong Kong will continue to benefit from the strong support of the Central Government maintain its long-standing position as an international financial, trade and shipping centre.

The continuing Russia-Ukraine war, the rise of Israeli-Palestinian conflict, the escalating Sino-U.S. technology war, and recovery of China's economy below market expectation resulted in sluggish economy in general, leading to weak demand in Hong Kong's overall economy and business environments.

During the Reporting Period, the Group's net loss increased from approximately HK\$10.5 million for the year ended 31 March 2024 to approximately HK\$19.3 million for the year ended 31 March 2025. The Group's net loss was mainly attributable to the impairment loss on contract assets and trade receivables as this year's impairment loss is significantly more than prior year.

Although our Directors remain confident in the mid-to-long term business outlook of Hong Kong and China and also the performance of the Group, the financial results of the Group in the near future may potentially be affected as a result of the adversities.

The Group will continue to look for business and investment opportunities both in Hong Kong and China while at the same time, implementing cost reduction programs to minimise cash outflows, staff costs, general expenses and taking considerable efforts to control capital expenditures. The Directors will continue to evaluate the Group's business strategies in Hong Kong and China on a regular basis while any potential business opportunities will be discussed and reviewed internally. Business decisions are made in the view of improving the Group's short and long term potential growth while we will continue to leverage our network to enhance our financial positions for our shareholders and stakeholders.

## **FINANCIAL REVIEW**

### **Revenue**

Our total revenue increased by approximately HK\$2.6 million or 12.0% from approximately HK\$21.9 million for the year ended 31 March 2024 to approximately HK\$24.5 million for the year ended 31 March 2025.

The Group generated very little revenue generated from China this year while revenue generated from Hong Kong has improved.

Due to the uncertain business and property market environment, water circulation systems' tender process for new construction and property development projects has been slow, the Group has won a new project in June 2025 and management remains confident in winning more tenders in the next 12 to 18 months.

### **Cost of services**

The Group's cost of services mainly consists of (i) consumables; (ii) sub-contracting fees; (iii) staff costs; (iv) consulting fees; (v) labour cost; and (vi) other expenses.

Our cost of services decreased by approximately HK\$0.6 million or 3.7% from approximately HK\$16.4 million for the year ended 31 March 2024 to approximately HK\$15.8 million for the year ended 31 March 2025. Such reduction shows the Group has been efficient and successful in reducing certain expenses in our projects.

### **Gross profit and gross profit margin**

Our gross profit increased by approximately HK\$3.2 million or 59.4% from approximately HK\$5.4 million for the year ended 31 March 2024 to approximately HK\$8.7 million for the year ended 31 March 2025. While number of projects remains the same this year, gross profit margin increased from approximately 24.9% for the year ended 31 March 2024 to approximately 35.4% for the year ended 31 March 2025. Improvement in gross profit margin is due to management's continued focus on cost saving and more revenue being generated from our existing projects.

### **Other income and (losses)/gains, net**

Our other income and (losses)/gains, net changed from approximately HK\$0.5 million for the year ended 31 March 2024 to approximately -HK\$3.8 million for the year ended 31 March 2025.

### **Impairment loss**

Impairment loss on contract assets and trade receivables increased from HK\$3.1 million and HK\$0.6 million for the year ended 31 March 2024 to HK\$15.6 million and HK\$1.7 million for the year ended 31 March 2025.

### **Administrative expenses**

Our administrative expenses reduced by approximately HK\$5.9 million or 49.5% from approximately HK\$11.9 million for the year ended 31 March 2024 to approximately HK\$6.0 million for the year ended 31 March 2025 due to management's ongoing effort to reduce costs and general expenses during the reporting period.

## **Finance costs**

Our finance costs increased by approximately HK\$0.16 million or 40.9% from approximately HK\$0.38 million for the year ended 31 March 2024 to approximately HK\$0.54 million for the year ended 31 March 2025. Increase in finance costs is due to the fact that interest rates for the new loans are higher than the existing loans.

## **Income tax expense**

Our income tax expense decreased by approximately HK\$166,000 from approximately HK\$500,000 for the year ended 31 March 2024 to approximately HK\$334,000 for the year ended 31 March 2025. Income tax expense is subject to Hong Kong Profits Tax and PRC Enterprise Income Tax.

## **Net loss**

The Company recorded a net loss of approximately HK\$19.3 million for the year ended 31 March 2025 as compared to a net loss of approximately HK\$10.5 million for the year ended 31 March 2024.

## **Impairment assessment on contracts assets and trade receivables**

The Group performs impairment assessment under expected credit loss (“ECL”) model on financial assets (including trade and retention receivables, deposits and other receivables, contract assets, cash and cash equivalents) on an annual basis. The Group has made appropriate impairment adjustments on its contract assets and trade debtors in accordance with the relevant reporting standards for the year ended 31 March 2025.

## **DIVIDENDS**

No dividend was declared or proposed by the Board for both years ended 31 March 2025 and 2024.

## **LIQUIDITY, FINANCIAL RESOURCES AND FUNDING**

As at 31 March 2025, the Group had total assets of approximately HK\$81.1 million (2024: approximately HK\$107.2 million), which is financed by total liabilities and shareholders' equity (comprising share capital and reserves) of approximately HK\$75.1 million (2024: approximately HK\$95.1 million) and approximately HK\$6.0 million (2024: approximately HK\$11.4 million) respectively.

The total interest-bearing loans and borrowings (interest-bearing bank borrowings and bank overdrafts) of the Group as at 31 March 2025 were approximately HK\$5.7 million (2024: approximately HK\$6.2 million), and current ratio as at 31 March 2025 was approximately 1.01 times (2024: approximately 1.04 times).

The Group's borrowings and bank balances are mainly denominated in Hong Kong dollars and there was no significant exposure to foreign exchange rate fluctuations during the year.

The Group's gearing ratio, which is calculated by total borrowings and bank overdrafts divided by total equity, changed from approximately 54.3% as at 31 March 2024 to approximately 94.4% as at 31 March 2025, primarily due to the significant increase in total equity during the Reporting Period.

## CAPITAL STRUCTURE

The Shares were successfully listed on the GEM of the Stock Exchange on 26 May 2017 (the "**Listing**"). Immediately upon the Listing, the total issued share capital of the Company was HK\$13,000,000 divided into 1,300,000,000 Shares of par value of HK\$0.01 each.

On 31 July 2023, the Company proposed to conduct the Rights Issue on the basis of one Rights Share for every two existing Shares held on the Record Date at the Subscription Price of HK\$0.20 per Rights Share, to raise up to HK\$19,534,000 before expenses by way of issuing up to 97,670,000 Rights Shares ("**Rights Issue**").

On 8 September 2023, the Company issued 97,670,000 Rights Shares and the net proceeds from the Rights Issue were approximately HK\$18.33 million.

On 1 March 2024, Mega Charm International Holdings Limited, a wholly-owned subsidiary of the Company, completed a Sale and Purchase Agreement with Mr. Wong King Man. The consideration for the sale and purchase of the Sale Share was HK\$2,700,000 in which the Company allotted and issued 16,500,000 shares at an issue price of approximately HK\$0.1636.

On 19 August 2024, the Company and Ms. Leung Yan Fan Youki ("**Creditor**") completed the issuance of new shares under general mandate for debt capitalisation. The Company has agreed to allot and issue, and the Creditor has agreed to subscribe 22,560,000 Capitalisation Shares in settlement of the Partial Indebted Sum of approximately HK\$3,045,000.

On 26 August 2024, the Company, Ms. Leung Yan Fan Youki and Ms. Hui Lai Ngar ("**Creditors**") completed the issuance of new shares under general mandate for debt capitalisation. The Company has agreed to allot and issue, and the Creditors have agreed to subscribe a total 19,540,000 Capitalisation Shares in settlement of the Partial Indebted Sum of approximately HK\$2,637,900.

On 12 November 2024, the Company, Ms. Leung Yan Fan Youki, Ms. Hui Lai Ngar and Ms. Ng On Yi ("**Creditors**") completed the issuance of new shares under general mandate for debt capitalisation. The Company has agreed to allot and issue, and the Creditors have agreed to subscribe a total 70,320,000 Capitalisation Shares in settlement of the Partial Indebted Sum of approximately HK\$2,250,240.

As at 31 March 2025, the Company's issued share capital was HK\$42,193,000 (31 March 2024: HK\$30,951,000) divided into 421,930,000 (31 March 2024: 309,510,000) ordinary Shares of par value of HK\$0.10 (31 March 2024: HK\$0.10) each.

The share capital of the Group comprises ordinary shares only.

## **CAPITAL COMMITMENTS**

As at 31 March 2025 and 2024, the Group did not have any capital commitments contracted but not provided for.

## **FUTURE PLANS FOR MATERIAL INVESTMENTS AND CAPITAL ASSETS**

Save as disclosed in this announcement, the Group did not hold any significant investments as at 31 March 2025 or have other plans for material investments and capital assets as at the date of this announcement.

## **MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES AND AFFILIATED COMPANIES**

Saved as disclosed in this announcement, the Group did not have any material acquisitions or disposals of subsidiaries and affiliated companies.

## **CONTINGENT LIABILITIES**

As at 31 March 2025, the Group did not have any material contingent liabilities.

## **FOREIGN CURRENCY EXPOSURE**

Since the Company's business activities are mainly operated in Hong Kong and China, and the relevant transactions are denominated in Hong Kong dollars, the Directors consider that the Company's risk in foreign exchange is insignificant. The Group did not engage in any derivatives agreements nor commit to any financial instrument to hedge its foreign exchange exposure during the year ended 31 March 2025.

## **PLEDGE OF ASSETS**

Save for the pledged deposits to an insurance company with a value of approximately HK\$158,000, as at 31 March 2025 and 2024, the Group did not have other pledge of assets.

## **EMPLOYEES AND REMUNERATION POLICIES**

As at 31 March 2025, the Group employed a total of 10 employees (2024: 11 employees). The staff costs, including Directors' emoluments, of the Group were approximately HK\$3.1 million for the year ended 31 March 2025 (2024: approximately HK\$4.1 million).

The Group promotes individuals based on their performance and development potential in the positions held. In order to attract and retain high quality staff, competitive remuneration package is offered to employees (with reference to market norms and individual employees' performance, qualification and experience). On top of basic salaries, bonuses may be paid with reference to the Group's performance as well as individual's performance. Other staff benefits include provision of retirement benefits, medical benefits and sponsorship of training courses. Share options may also be granted to eligible employees by reference to the Group's performance as well as individual contribution.

## **ISSUE OF NEW SHARES UNDER GENERAL MANDATE FOR DEBT CAPITALISATION**

On 19 August 2024, the Company and Ms. Leung Yan Fan Youki ("**Creditor**"), completed the issuance of new shares under general mandate for debt capitalisation. The Company has agreed to allot and issue, and the Creditor has agreed to subscribe 22,560,000 Capitalisation Shares in settlement of the Partial Indebted Sum of approximately HK\$3,045,000. Please refer to the announcements of the Company dated 13 August 2024 and 19 August 2024 for further information.

On 26 August 2024, the Company, Ms. Leung Yan Fan Youki and Ms. Hui Lai Ngar ("**Creditors**"), completed the issuance of new shares under general mandate for debt capitalisation. The Company has agreed to allot and issue, and the Creditors have agreed to subscribe a total 19,540,000 Capitalisation Shares in settlement of the Partial Indebted Sum of approximately HK\$2,637,900. Please refer to the announcements of the Company dated 22 August 2024 and 26 August 2024 for further information.

On 12 November 2024, the Company, Ms. Leung Yan Fan Youki, Ms. Hui Lai Ngar and Ms. Ng On Yi ("**Creditors**"), completed the issuance of new shares under general mandate for debt capitalisation. The Company has agreed to allot and issue, and the Creditors have agreed to subscribe a total 70,320,000 Capitalisation Shares in settlement of the Partial Indebted Sum of approximately HK\$2,250,240. Please refer to the announcements of the Company dated 5 November 2024, 6 November 2024 and 12 November 2024 for further information.

## **OTHER INFORMATION**

### **COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE**

The directors and management of the Company and its subsidiaries (the “**Group**”) recognise the importance of sound corporate governance to the long-term success and development of the Group. Therefore, the Board is committed to uphold good corporate standards and procedures, so as to improve the accountability system and transparency of the Group, and protect the interests and create values for shareholders of the Company (the “**Shareholders**”).

During the year ended 31 March 2025 and up to the date of this results announcement, the Company has adopted and complied with all the code provisions of the Corporate Governance Code (the “**Code**”) contained in Appendix C1 of the GEM Listing Rules, except for the below deviation.

#### **Code F.2**

Two executive Directors and two independent non-executive Directors were absent from the last annual general meeting of the Company held on 30 September 2024 as they were away from Hong Kong due to other important engagements at the time of this meeting. The Board considered that sufficient measures had been taken for the absent Directors to understand the views of shareholders, including having circulated the minutes of the annual general meeting to each of the absent Directors after the conclusion of the annual general meeting.

Save as disclosed above, the Board is pleased to report compliance with all applicable code provisions of the CG Code during the Reporting Period. The Board will continue to review and enhance its corporate governance practice of the Company to ensure compliance with any new Corporate Governance Code and align with the latest developments.

### **CODE OF CONDUCT FOR SECURITIES TRANSACTIONS BY DIRECTORS**

The Group has adopted a code of conduct regarding securities transactions by the Directors on the terms no less exacting than the required standard of dealing set out in Rules 5.46 to 5.67 of the GEM Listing Rules. The Company had made specific enquiry to all the Directors and the Company was not aware of any non-compliance with the required standard of dealings regarding securities transactions by the Directors during the year ended 31 March 2025. The Company has also established written guidelines on no less exacting terms than the Model Code regarding securities transactions by relevant employees (including the employees and Directors of the subsidiaries or holding company) who are likely to possess inside information of the Company and/or its securities.

### **PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES**

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company’s listed securities during the year ended 31 March 2025.



## **SUFFICIENCY OF PUBLIC FLOAT**

To the best knowledge of the Directors and based on the information that is publicly available to the Company, at least 25% of the Company's issued capital were held by public throughout the year ended 31 March 2025 and as at the date of this results announcement.

## **COMPETING INTERESTS**

The Directors are not aware of any business or interest of Directors nor the controlling shareholder of the Company nor any of their respective close associates (as defined in the GEM Listing Rules) that compete or may compete with the business of the Group and any conflicts of interests which any such person has or may have with the Group during the year ended 31 March 2025.

## **PRINCIPAL RISKS AND UNCERTAINTIES**

The Group's financial position, results of operations and business prospects may be affected by a number of risks and uncertainties directly and indirectly pertaining to the Group's business. The management considers that following are the key risks and uncertainties identified by the Group:

- (a) The Group's business is project-based. The Group mainly derive revenue from projects which are non-recurring in nature. Fee collection and profit margin significantly depend on various factors of each project such as the terms of contracts, duration of project, variation orders, efficiency of implementation of contract work and the general market condition. In general, variation orders usually carry higher profit margin as compared with the works under original contracts. Therefore, revenue generated from the Group's business is irregular and is subject to the availability of projects, variation orders and other factors beyond the Group's control;
- (b) The number and size of the projects the Group can undertake depends on the Group's human and other resources. Due to the size of the Group, a mega-sized project will occupy a substantial part of the Group's resources and inevitably resulted in the Group not being able to deploy resources to other projects and as a result the Group have to rely on a single project or otherwise a small number of projects during the project period. Any decrease in the number of sizable projects in terms of revenue recognised may affect the Group's operations and financial results;
- (c) For the Group's management contracting business, the Group normally receive progress payments from the customers with reference to the percentage of completion of the contract works done by the Group during the relevant month in accordance with the rates and prices based on the agreed tender price. Any failure by the customers to make any payment on time or in full may have a material adverse effect on the Group's liquidity position. Any failure by the customers to eventually pay the amount to the Group's may have a material adverse effect on the Group's financial position and operating results; and



- (d) Most of the Group's contracts are awarded to the Group through tendering process. The Group have to determine the tender price and service fee of each project based on the information available to the Group at the time of submitting the tender. The tender price is determined by factors including the scope of works, the estimated duration of the project period, the total time cost and estimated cost involved. The Group determine the price of all the projects at fixed costs based on an agreed scope of works and the estimation of time cost and estimated cost involved. Error or inaccurate estimation of project duration and costs when determining the tender price or increase in construction costs may adversely affect the Group's profitability or result in substantial loss.

## **EVENTS AFTER THE REPORTING PERIOD**

### **(A) Issue of New Shares under Specific Mandate for Debt Capitalisation**

On 18 February 2025, the Company and Ms. Leung Yan Fan Youki, Ms. Hui Lai Ngar and Mr. Lam Chi Yin Henry (“**Creditors**”), entered into the Agreements, pursuant to which, subject to fulfilment of the conditions thereof, the Company has agreed to allot and issue, and the Creditors have conditionally agreed to subscribe for a total of 33,000,000 Capitalisation Shares at the price of HK\$0.12 per Share in settlement of the Partial Indebted Sum of approximately HK\$3,960,000. Please refer to the announcements of the Company dated 18 February 2025, 21 March 2025, and 24 March 2025 and the circular dated 21 March 2025 for further information.

Issue of new shares under specific mandate for debt capitalisation was approved by the Shareholders of the Company at the extraordinary general meeting on 7 April 2025 and became effective on 16 April 2025. A total of 33,000,000 Capitalisation Shares were successfully allotted and issued to the Creditors at the Subscription Price of HK\$0.12 per Capitalisation Share. Please refer to the announcements of the Company dated 7 April 2025 and 16 April 2025 respectively for further information.

### **(B) Capital Reorganisation**

On 24 February 2025, the Board proposed to implement the Capital Reorganisation which will involve:

- (i) **Share Consolidation** – The Share Consolidation will involve a consolidation of every ten (10) issued and unissued Existing Shares of par value of HK\$0.1 each into one (1) Consolidated Share of par value of HK\$1 each.
- (ii) **Capital Reduction** – Immediately upon the Share Consolidation becoming effective, the Capital Reduction will involve a reduction of the par value of each issued Consolidated Share from HK\$1 to HK\$0.01 by cancelling the paid-up capital of the Company to the extent of HK\$0.99 on each of the then issued Consolidated Shares. In addition, any fractional Consolidated Shares in the issued share capital of the Company arising from the Share Consolidation will be cancelled.

- (iii) Share Sub-division – Immediately following the Share Consolidation and the Capital Reduction becoming effective, each of the authorised but unissued Consolidated Share (including those authorised unissued Consolidated Shares arising from the Capital Reduction) will be sub-divided into one hundred (100) New Shares of par value of HK\$0.01 each.

Please refer to the announcements of the Company dated 24 February 2025, 10 March 2025, 10 April 2025 and the circular dated 10 April 2025 for further information.

Capital Reorganisation was approved by the Shareholders of the Company at the extraordinary general meeting on 25 April 2025 and became effective on 29 April 2025. Please refer to the announcement of the Company dated 25 April 2025 for further information.

### **(C) Factoring Agreement**

On 27 June 2025, the Company entered into the Factoring Agreement with KNT GT Limited, pursuant to which the Company agreed to sell and KNT GT Limited agreed to acquire the Account Receivables on a non recourse basis, with a factoring principal amount up to HKD18,000,000.

Please refer to the announcement of the Company dated 27 June 2025 for further information.

Save for disclosed above, the Board is not aware of any significant event undertaken by the Group after 31 March 2025 and up to the date of this announcement which would materially affect the Group's operating and financial performance.

### **AUDIT COMMITTEE**

As of the date of this announcement, the audit committee (the “**Audit Committee**”) of the Company is chaired by our independent non-executive Director, Mr. Yuen Wai Keung, who holds the appropriate professional qualifications as required under Rules 5.05(2) and 5.28 of the GEM Listing Rules and consists of two other independent non-executive Directors, Mr. Cheung Hiu Fung and Mr. Yiu Chi Wai. Mr. Yiu Chi Wai was appointed as a member of the Audit Committee on 4 December 2024 while Mr. Ma Meng and Mr. Li Ruyi ceased and resigned as a member of the Audit Committee on 30 September 2024 and 4 December 2024 respectively.

The Audit Committee has reviewed together with the management and external auditor the accounting principles and practices and the auditing, internal controls and financial reporting matters of the Group, which includes the review of the audited consolidated financial statements of the Group for the year ended 31 March 2025. The Audit Committee is of the opinion that the financial statements complied with the applicable accounting standards and requirements, and that adequate disclosures have been made. For the year ended 31 March 2025, the Audit Committee considered the Group's risk management and internal control system as adequate and effective.

## **SCOPE OF WORK OF THE AUDITORS**

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 March 2025 as set out in this announcement have been agreed by the Group's auditors, Infinity CPA Limited, to the amounts set out in the Group's audited consolidated financial statements for the year. The work performed by Infinity CPA Limited in this respect did not constitute an assurance engagement in accordance with Hong Kong Standards on Auditing, Hong Kong Standards on Review Engagements or Hong Kong Standards on Assurance Engagements issued by the HKICPA and consequently no opinion or assurance conclusion has been expressed by Infinity CPA Limited on this preliminary announcement.

## **CLOSURE OF REGISTER OF MEMBERS**

In order to ascertain the entitlements to attend and vote at the forthcoming annual general meeting of the Company to be held on Monday, 29 September 2025, the register of members of the Company will be closed from Wednesday, 24 September 2025 to Monday, 29 September 2025, both days inclusive, during which period no transfer of Shares will be registered. Shareholders of the Company are reminded to ensure all properly executed transfer forms accompanied by the relevant share certificates must be lodged with the Company's branch share registrar in Hong Kong, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong no later than 4:30 p.m. on Tuesday, 23 September 2025.

## **PUBLICATION OF ANNUAL RESULTS AND ANNUAL REPORT**

This annual results announcement is published on the Stock Exchange website at [www.hkexnews.hk](http://www.hkexnews.hk) and the Company's website at [www.irasia.com/listco/hk/haobai/](http://www.irasia.com/listco/hk/haobai/). The annual report of the Company for the year ended 31 March 2025 will be despatched to the shareholders of the Company and will be available on the respective websites of the Stock Exchange and the Company in due course.

## APPRECIATION

On behalf of the Board, I would like to take this opportunity to express my deep gratitude to our shareholders, clients, business partners, and suppliers for their continuous support. I would also like to express our sincere appreciation to the Group's management and staff for their commitment, contribution and dedication throughout the years.

By order of the Board  
**Hao Bai International (Cayman) Limited**  
**Ng Wan Lok**  
*Executive Director*

Hong Kong, 7 July 2025

*As at the date of this announcement, the executive Directors are Mr. Ng Wan Lok and Ms. Wong Wing Hung; the non-executive Director is Ms. Shu Huajuan; and the independent non executive Directors are Mr. Yuen Wai Keung, Mr. Cheung Hiu Fung and Mr. Yiu Chi Wai.*

*This results announcement will remain on the "Latest Listed Company Information" page of the Stock Exchange at [www.hkexnews.hk](http://www.hkexnews.hk) for at least seven days from the date of its posting. This results announcement will also be published and remained on the Company's website at <http://www.irasia.com/listco/hk/haobai/>.*