BYTE META

BYTE METAVERSE HOLDINGS LIMITED
比特元宇宙控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 8645)

PROFIT WARNING ANNOUNCEMENT ESTIMATED DECREASE IN LOSS ATTRIBUTABLE TO EQUITY HOLDERS FOR THE YEAR

This announcement is made by Byte Metaverse Holdings Limited (the "**Company**", together with its subsidiaries, collectively the "**Group**") pursuant to Rule 17.10 of the Rules Governing the Listing of Securities on the GEM of the Stock Exchange (the "**GEM Listing Rules**") and the Inside Information Provisions (as defined under the GEM Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

The board (the "**Board**") of directors (the "**Directors**") of the Company wishes to inform the shareholders of the Company and potential investors that based on a preliminary assessment by the Board with reference to the unaudited management accounts of the Group for the year ended 30 June 2025 and the information currently available to the Board, the Group is expected to record significant decrease in loss attributable to equity holders of the Company to not more than HK$11.5 million for the year ended 30 June 2025 (the "**Year**") as compared to the net loss attributable to equity holders of the Company of approximately HK$28.9 million for the year ended 30 June 2024.

Based on the information currently available, the Board attributes the expected significant decrease in net loss for the Year primarily to the combined effects of the following factors:

(i) a decrease in administrative and other operating expenses of approximately HK$13.1 million, mainly resulting from (a) disposal of Michong Technology Information (Shenzhen) Co., Limited* (米虫科技信息(深圳)有限公司) and its subsidiaries (collectively, "**Michong Group**") during the Year; and (b) lower professional fees incurred for the application for a licence to conduct Type 1 (dealing in securities) and Type 7 (providing automated trading services) regulated activities;

(ii) the recognition of a gain on disposal of Michong Group amounting to approximately HK$5.5 million during the Year;

(iii) a decrease in selling expenses of approximately HK$3.7 million, primarily due to reduced staff costs for the sales team in the People's Republic of China, reflecting a lower average headcount of sales personnel upon disposal of Michong Group. This reduction was partially offset by an increase in commission to the Group's sales representatives;

(iv) an increase in share of results of associates derived from the interests in associates by approximately HK$3.1 million; partially offset by

(v) a decrease in gross profit of approximately HK$8.5 million despite an increase in revenue for the Year. This decline in gross profit was mainly attributable to security of projects with significant revenue but lower gross margin.

The Company is still in the process of finalising the annual results of the Group for the Year. The information contained in this announcement is only based on a preliminary assessment by the Board with reference to the unaudited management accounts of the Group for the Year and the information currently available to the Board which may be subject to change and is not based on any figures or information that have been audited or reviewed by the Company's auditors nor reviewed by the audit committee of the Company. The actual financial results of the Group may be different from what is disclosed in this announcement. Details of the Group's financial results will be disclosed as and when the annual results of the Group for the Year is announced in accordance with the requirements of the GEM Listing Rules.

Shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company.

* *English translation for identification purpose only*

By Order of the Board
Byte Metaverse Holdings Limited
Yu Decai
Executive Director, Chairman and Chief Executive Officer

Hong Kong, 12 September 2025

As at the date of this announcement, the Board comprises Mr. Yu Decai and Mr. Hu Mingdai as Executive Directors; Ms. Jin Yangyang as Non-executive Director; and Mr. Ng Der Sian, Mr. Shen Haipeng and Ms. Zheng Li Ping as Independent Non-executive Directors.

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 Stock Exchange website at www.hkexnews.hk on the "Latest Listed Company Information" page for at least seven days from the date of its publication. This announcement will also be published on the Company's website at byte-metaverse.com.