# YUXING INFOTECH INVESTMENT HOLDINGS LIMITED

# 裕 興 科 技 投 資 控 股 有 限 公 司 *

*(Incorporated in Bermuda with limited liability)*

**(Stock Code: 8005)**

## ANNUAL RESULTS ANNOUNCEMENT
## FOR THE YEAR ENDED 31 DECEMBER 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 that 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 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 Yuxing InfoTech Investment Holdings Limited (the "Company") together with its subsidiaries (collectively, the "Group") 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 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.*

# YUXING INFOTECH INVESTMENT HOLDINGS LIMITED
# 裕興科技投資控股有限公司*

*(Incorporated in Bermuda with limited liability)*

**(Stock Code: 8005)**

## ANNUAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2025

**HIGHLIGHTS FOR THE YEAR ENDED 31 DECEMBER 2025**

- The overall revenue of the Group decreased by 63.6% to HK$68.8 million for FY2025 as compared with the last fiscal year.

- The gross profit of the Group decreased by 61.4% to HK$25.4 million for FY2025 as compared with the last fiscal year.

- The Group recorded a loss attributable to the owners of the Company of HK$64.2 million (FY2024: HK$62.0 million) for FY2025.

- Basic loss per share for FY2025 was HK$0.03 (FY2024: HK$0.02).

- Total equity attributable to owners of the Company as at 31 December 2025 was HK$1,580.3 million (2024: HK$1,639.0 million) or net assets per share of HK$0.64 (2024: HK$0.66).

- The Board does not recommend the payment of a final dividend for FY2025 (FY2024: Nil).

## RESULTS

The board of Directors of the Company (the "Board") is pleased to announce the audited consolidated results of the Company and its subsidiaries (collectively the "Group") for the year ended 31 December 2025, together with the comparative figures for the previous year, prepared in accordance with generally accepted accounting principles in Hong Kong, as follows:

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

*For the year ended 31 December 2025*

| | Note | 2025 HK$'000 | 2024 HK$'000 |
|---|---|---|---|
| Revenue | 4 | **68,792** | 189,035 |
| Cost of sales | | **(43,348)** | (123,054) |
| Gross profit | | **25,444** | 65,981 |
| Other revenue and net income | 4 | **26,284** | 72,625 |
| Distribution and selling expenses | | **(1,708)** | (8,292) |
| General and administrative expenses | | **(109,760)** | (121,578) |
| Other operating expenses | | **(2,277)** | (34,924) |
| Net changes in fair value of investment properties | | **(7,652)** | 2,850 |
| Loss allowance on loans receivable | 13 | **(342)** | (20,793) |
| Loss allowance on trade and other receivables, net | 11 | **(10,068)** | (12,544) |
| Loss from operations | 5 | **(80,079)** | (56,675) |
| Finance costs | 6 | **(445)** | (549) |
| Gain on disposal of interests in an associate | | **8** | – |
| Share of results of associates | | **(3,465)** | (836) |
| Loss before tax | | **(83,981)** | (58,060) |
| Income tax credit/(expenses) | 7 | **19,423** | (3,956) |
| Loss for the year | | **(64,558)** | (62,016) |
| **Loss attributable to:** | | | |
| Owners of the Company | | **(64,213)** | (61,970) |
| Non-controlling interests | | **(345)** | (46) |
| | | **(64,558)** | (62,016) |
| | | **HK$** | HK$ |
| Loss per share | 9 | | |
| – Basic | | **(0.03)** | (0.02) |
| – Diluted | | **(0.03)** | (0.02) |

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (Continued)**
*For the year ended 31 December 2025*

| | **2025** | 2024 |
|---|---|---|
| | ***HK$'000*** | *HK$'000* |
| Loss for the year | **(64,558)** | (62,016) |
| Other comprehensive income/(loss): | | |
| Items that are reclassified or may be reclassified subsequently to profit or loss: | | |
| Exchange differences arising on translation of foreign operations | **5,475** | (3,439) |
| Total other comprehensive income/(loss) for the year (net of tax) | **5,475** | (3,439) |
| Total comprehensive loss for the year | **(59,083)** | (65,455) |
| **Total comprehensive loss attributable to:** | | |
| Owners of the Company | **(58,738)** | (65,409) |
| Non-controlling interests | **(345)** | (46) |
| | **(59,083)** | (65,455) |

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

*As at 31 December 2025*

| | Note | 2025 HK$'000 | 2024 HK$'000 |
|---|---|---|---|
| **NON-CURRENT ASSETS** | | | |
| Investment properties | | **978,809** | 133,132 |
| Property, plant and equipment | | **65,158** | 63,255 |
| Lease receivables | *10* | **3,983** | – |
| Right-of-use assets | | **71,151** | 74,408 |
| Interests in associates | | **15,087** | 10,779 |
| Deposits paid | *11* | **4,484** | 7,454 |
| Prepayments for construction | *11* | **6,266** | 12,626 |
| Financial assets at fair value through profit or loss | *12* | **205,213** | 215,085 |
| | | **1,350,151** | 516,739 |
| **CURRENT ASSETS** | | | |
| Cryptocurrencies | | **85,449** | 140,539 |
| Inventories | | **9,142** | 6,083 |
| Loans receivable | *13* | **23,352** | 29,081 |
| Trade and other receivables | *11* | **378,316** | 372,209 |
| Financial assets at fair value through profit or loss | *12* | **4,161** | 1,503 |
| Income tax recoverable | | **561** | 547 |
| Pledged bank deposits | | **200** | 200 |
| Cash and bank balances | | **35,498** | 34,809 |
| | | **536,679** | 584,971 |
| Assets classified as held-for-sale | *14* | **–** | 850,200 |
| | | **536,679** | 1,435,171 |
| **CURRENT LIABILITIES** | | | |
| Trade and other payables | *15* | **259,332** | 265,164 |
| Dividend payables | | **31** | 31 |
| Bank and other loans | | **22,189** | 2,952 |
| Lease liabilities | | **3,313** | 2,261 |
| | | **284,865** | 270,408 |
| **NET CURRENT ASSETS** | | **251,814** | 1,164,763 |
| **TOTAL ASSETS LESS CURRENT LIABILITIES** | | **1,601,965** | 1,681,502 |
| **NON-CURRENT LIABILITIES** | | | |
| Deferred tax liabilities | | **12,046** | 31,436 |
| Income tax payable | | **6,192** | 6,192 |
| Lease liabilities | | **7,391** | 8,455 |
| | | **25,629** | 46,083 |
| **NET ASSETS** | | **1,576,336** | 1,635,419 |
| **EQUITY** | | | |
| Share capital | *16* | **62,193** | 62,193 |
| Reserves | | **1,518,081** | 1,576,819 |
| Equity attributable to owners of the Company | | **1,580,274** | 1,639,012 |
| Non-controlling interests | | **(3,938)** | (3,593) |
| **TOTAL EQUITY** | | **1,576,336** | 1,635,419 |

# CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
*For the year ended 31 December 2025*

| | Attributable to owners of the Company | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | Share capital *HK$'000* | Share premium *HK$'000* | Statutory reserves *HK$'000* | Contributed surplus *HK$'000* | Property revaluation reserves *HK$'000* | Translation reserves *HK$'000* | Other reserves *HK$'000* | Retained profits *HK$'000* | Total *HK$'000* | Non-controlling interests *HK$'000* | Total equity *HK$'000* |
| As at 1 January 2024 | 62,193 | 280,057 | 8,668 | 234,621 | 84,992 | 8,333 | 4,203 | 1,022,637 | 1,705,704 | (4,826) | 1,700,878 |
| **Loss for the year** | – | – | – | – | – | – | – | (61,970) | (61,970) | (46) | (62,016) |
| **Other comprehensive loss:** | | | | | | | | | | | |
| Exchange differences arising on translation of the foreign operations | – | – | – | – | – | (3,439) | – | – | (3,439) | – | (3,439) |
| **Total other comprehensive loss** | – | – | – | – | – | (3,439) | – | – | (3,439) | – | (3,439) |
| **Total comprehensive loss for the year** | – | – | – | – | – | (3,439) | – | (61,970) | (65,409) | (46) | (65,455) |
| **Transaction with owners:** | | | | | | | | | | | |
| *Change in ownership interest* | | | | | | | | | | | |
| Changes in ownership interests in a subsidiary that do not result in a loss of control | – | – | – | – | – | – | (1,283) | – | (1,283) | 1,279 | (4) |
| **Total transactions with owners** | – | – | – | – | – | – | (1,283) | – | (1,283) | 1,279 | (4) |
| As at 31 December 2024 and as at 1 January 2025 | 62,193 | 280,057 | 8,668 | 234,621 | 84,992 | 4,894 | 2,920 | 960,667 | 1,639,012 | (3,593) | 1,635,419 |
| **Loss for the year** | – | – | – | – | – | – | – | (64,213) | (64,213) | (345) | (64,558) |
| **Other comprehensive income:** | | | | | | | | | | | |
| Exchange differences arising on translation of the foreign operations | – | – | – | – | – | 5,475 | – | – | 5,475 | – | 5,475 |
| **Total other comprehensive income** | – | – | – | – | – | 5,475 | – | – | 5,475 | – | 5,475 |
| **Total comprehensive income/(loss) for the year** | – | – | – | – | – | 5,475 | – | (64,213) | (58,738) | (345) | (59,083) |
| **As at 31 December 2025** | **62,193** | **280,057** | **8,668** | **234,621** | **84,992** | **10,369** | **2,920** | **896,454** | **1,580,274** | **(3,938)** | **1,576,336** |

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

## 1. BASIS OF PREPARATION

These consolidated financial statements have been prepared in accordance with HKFRS Accounting Standards, which collective term includes all applicable Hong Kong Financial Reporting Standards ("HKFRSs"), Hong Kong Accounting Standards ("HKASs") and Interpretations issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA"), accounting principles generally accepted in Hong Kong and the applicable disclosure requirements of the Companies Ordinance, Cap. 622 of the Laws of Hong Kong. These consolidated financial statements also comply with the applicable disclosure provisions of the Rules Governing The listing of Securities on GEM of the Stock Exchange.

All amounts have been rounded to the nearest thousand, unless otherwise indicated.

These consolidated financial statements have been prepared on a basis consistent with the accounting policies adopted in the 2024 consolidated financial statements except for the adoption of the following revised HKFRS Accounting Standards which are relevant to the Group and effective from the current year.

## 2. THE ADOPTION OF HKFRS ACCOUNTING STANDARDS

**Adoption of revised HKFRS Accounting Standard**

The Group has applied, for the first time, the following revised HKFRS Accounting Standard:

| | |
|---|---|
| Amendments to HKAS 21 | Lack of Exchangeability |

*Amendments to HKAS 21: Lack of Exchangeability*

The amendments require an entity to apply a consistent approach to assessing whether a currency is exchangeable into another currency and, when it is not, to determining the exchange rate to use and the disclosures to provide.

The adoption of the amendments does not have any significant impact on the consolidated financial statements.

## 3. SEGMENT INFORMATION

Information reported to executive Directors and chief executive officer of the Company, being the chief operating decision-makers, for the purposes of resources allocation and assessment of segment performance focuses on types of goods or services delivered or provided.

The Group's reportable segments under HKFRS 8 are as follows:

- Information home appliances ("IHA"): Sale and distribution of IHA and complementary products and provision of ancillary services
- Internet data centre ("IDC"): Development, construction, operation, mergers and acquisitions, and leasing of properties and facilities used by IDC
- Investing: Investing in digital assets and financial instruments
- Leasing: Leasing out of properties

The other operations segment of the Group mainly consists of trading in miscellaneous goods, the provision of cloud computing services and the development of mobile app social platform.

For the purpose of assessing the performance of the operating segments and allocating resources between segments, the executive Directors assess segment profit or loss before tax without allocation of interest income from bank deposits, unallocated other income and administrative expenses, finance costs and share of results of associates and the basis of preparing such information is consistent with that of the consolidated financial statements.

All assets are allocated to reportable segments other than head office's bank balances and other unallocated financial and corporate assets which are managed on a group basis. All liabilities are allocated to reportable segments other than unallocated head office and corporate liabilities which are managed on a group basis.

Inter-segment sales transactions are charged at prevailing market rates. There was no change in the estimation techniques or significant assumptions made during the year.

**Business segments**

An analysis of the Group's segment revenue, segment results and segment assets and liabilities by the reportable segments are as follows:

***For the year ended 31 December 2025***

| | IHA<br>*HK$'000* | IDC<br>*HK$'000* | Investing<br>*HK$'000* | Leasing<br>*HK$'000* | Other operations<br>*HK$'000* | Elimination<br>*HK$'000* | Consolidated<br>*HK$'000* |
|---|---|---|---|---|---|---|---|
| **REVENUE** | | | | | | | |
| Sale of goods | 46,078 | – | – | – | – | – | 46,078 |
| Lease of properties and facilities used by IDC | – | 22,714 | – | – | – | – | 22,714 |
| **OTHER REVENUE AND NET INCOME/(LOSS)** | 846 | 645 | 11,025 | 12,783 | (34) | (12) | 25,253 |
| **NET CHANGES IN FAIR VALUE OF INVESTMENT PROPERTIES** | – | – | – | (7,652) | – | – | (7,652) |
| Segment revenue | 46,924 | 23,359 | 11,025 | 5,131 | (34) | (12) | 86,393 |
| **RESULTS** | | | | | | | |
| Segment results | 3,480 | (14,824) | 9,488 | (548) | (20,625) | – | (23,029) |
| Unallocated net income | | | | | | | 876 |
| Interest income from bank deposits | | | | | | | 155 |
| Loss allowance on loans receivable | | | | | | | (342) |
| Reversal of loss allowance on other receivables | | | | | | | 123 |
| Other unallocated corporate expenses | | | | | | | (57,862) |
| Loss from operations | | | | | | | (80,079) |
| Finance costs | | | | | | | (445) |
| Gain on disposal of interest in an associate | | | | | | | 8 |
| Share of results of associates | | | | | | | (3,465) |
| Loss before tax | | | | | | | (83,981) |
| Income tax credit | | | | | | | 19,423 |
| Loss for the year | | | | | | | (64,558) |

*As at 31 December 2025*

| | IHA<br>*HK$'000* | IDC<br>*HK$'000* | Investing<br>*HK$'000* | Leasing<br>*HK$'000* | Other operations<br>*HK$'000* | Unallocated<br>*HK$'000* | Consolidated<br>*HK$'000* |
|---|---|---|---|---|---|---|---|
| **ASSETS** | | | | | | | |
| Segment assets | **23,486** | **917,764** | **317,411** | **155,691** | **211,804** | **–** | **1,626,156** |
| Unallocated corporate assets | **–** | **–** | **–** | **–** | **–** | **260,674** | **260,674** |
| Consolidated total assets | | | | | | | **1,886,830** |
| **LIABILITIES** | | | | | | | |
| Segment liabilities | **19,510** | **16,278** | **106,248** | **16,636** | **7,851** | **–** | **166,523** |
| Unallocated corporate liabilities | **–** | **–** | **–** | **–** | **–** | **143,971** | **143,971** |
| Consolidated total liabilities | | | | | | | **310,494** |
| **OTHER INFORMATION** | | | | | | | |
| Capital expenditures | | | | | | | |
| – Property, plant and equipment | **4** | **11,778** | **–** | **1,141** | **63** | **84** | **13,070** |
| – Right-of-use assets | **1,024** | **–** | **–** | **–** | **532** | **1,802** | **3,358** |
| – Investment properties | **–** | **–** | **–** | **218** | **–** | **–** | **218** |
| Depreciation | | | | | | | |
| – Property, plant and equipment | **18** | **9,601** | **1** | **336** | **437** | **897** | **11,290** |
| – Right-of-use assets | **536** | **–** | **–** | **337** | **467** | **5,213** | **6,553** |
| Loss allowance on loans receivable | **–** | **–** | **–** | **–** | **–** | **342** | **342** |
| Loss allowance on trade receivables | **–** | **10,191** | **–** | **–** | **–** | **–** | **10,191** |
| Reversal of loss allowance on other receivables | **(108)** | **–** | **–** | **–** | **–** | **(15)** | **(123)** |
| Reversal of write-down of inventories, net | **(167)** | **–** | **–** | **–** | **–** | **–** | **(167)** |
| Gain on conversion/disposal of cryptocurrencies | **–** | **–** | **(19,957)** | **–** | **–** | **–** | **(19,957)** |
| Foreign exchange losses/(gains), net | **713** | **–** | **–** | **–** | **–** | **(712)** | **1** |
| Net fair value (gains)/losses on financial assets at fair value through profit or loss | **(31)** | **–** | **8,772** | **–** | **–** | **–** | **8,741** |

*For the year ended 31 December 2024*

| | IHA<br>*HK$'000* | IDC<br>*HK$'000* | Investing<br>*HK$'000* | Leasing<br>*HK$'000* | Other operations<br>*HK$'000* | Elimination<br>*HK$'000* | Consolidated<br>*HK$'000* |
|---|---|---|---|---|---|---|---|
| **REVENUE** | | | | | | | |
| Sale of goods | 134,235 | – | – | – | – | – | 134,235 |
| Lease of properties and facilities used by IDC | – | 54,800 | – | – | – | – | 54,800 |
| **OTHER REVENUE AND NET (LOSS)/INCOME** | (187) | 308 | 57,005 | 13,072 | 3 | (21) | 70,180 |
| **NET CHANGES IN FAIR VALUE OF INVESTMENT PROPERTIES** | – | – | – | 2,850 | – | – | 2,850 |
| Segment revenue | 134,048 | 55,108 | 57,005 | 15,922 | 3 | (21) | 262,065 |
| **RESULTS** | | | | | | | |
| Segment results | (15,603) | 23,674 | 23,449 | 10,220 | (18,426) | – | 23,314 |
| Unallocated net income | | | | | | | 1,901 |
| Interest income from bank deposits | | | | | | | 544 |
| Loss allowance on loans receivable | | | | | | | (20,793) |
| Loss allowance on other receivables | | | | | | | (5,931) |
| Other unallocated corporate expenses | | | | | | | (55,710) |
| Loss from operations | | | | | | | (56,675) |
| Finance costs | | | | | | | (549) |
| Share of results of associates | | | | | | | (836) |
| Loss before tax | | | | | | | (58,060) |
| Income tax expense | | | | | | | (3,956) |
| Loss for the year | | | | | | | (62,016) |

*As at 31 December 2024*

| | IHA<br>*HK$'000* | IDC<br>*HK$'000* | Investing<br>*HK$'000* | Leasing<br>*HK$'000* | Other operations<br>*HK$'000* | Unallocated<br>*HK$'000* | Consolidated<br>*HK$'000* |
|---|---|---|---|---|---|---|---|
| **ASSETS** | | | | | | | |
| Segment assets | 27,907 | 77,102 | 381,596 | 156,901 | 213,310 | – | 856,816 |
| Assets classified as held-for-sale | – | 850,200 | – | – | – | – | 850,200 |
| Unallocated corporate assets | – | – | – | – | – | 244,894 | 244,894 |
| Consolidated total assets | | | | | | | 1,951,910 |
| **LIABILITIES** | | | | | | | |
| Segment liabilities | 27,358 | 26,753 | 98,595 | 20,204 | 4,843 | – | 177,753 |
| Unallocated corporate liabilities | – | – | – | – | – | 138,738 | 138,738 |
| Consolidated total liabilities | | | | | | | 316,491 |
| **OTHER INFORMATION** | | | | | | | |
| Capital expenditures | | | | | | | |
| – Property, plant and equipment | 13 | – | 7,800 | 829 | 134 | 543 | 9,319 |
| – Right-of-use assets | 472 | – | – | – | 766 | 10,062 | 11,300 |
| – Investment properties | – | – | – | 1,273 | – | – | 1,273 |
| Depreciation | | | | | | | |
| – Property, plant and equipment | 36 | 9,607 | 34,210 | 536 | 450 | 952 | 45,791 |
| – Allocated to cost of cryptocurrencies | – | – | (10,402) | – | – | – | (10,402) |
| – Right-of-use assets | 1,004 | – | – | 339 | 375 | 4,790 | 6,508 |
| Impairment loss on property, plant and equipment | – | – | 39,310 | – | – | – | 39,310 |
| Loss allowance on loans receivable | – | – | – | – | – | 20,793 | 20,793 |
| Loss allowance on trade receivables | 1,815 | 4,798 | – | – | – | – | 6,613 |
| Loss allowance on other receivables | – | – | – | – | – | 5,931 | 5,931 |
| Reversal of write-down of inventories, net | (270) | – | – | – | – | – | (270) |
| Gain on conversion/disposal of cryptocurrencies | – | – | (57,182) | – | – | – | (57,182) |
| Foreign exchange losses/(gains), net | 360 | – | (9) | – | (2) | (150) | 199 |
| Net fair value gains on financial assets at fair value through profit or loss | (116) | – | (38,170) | – | – | – | (38,286) |

**Geographical information**

The Group operates in the following principal geographical areas: the People's Republic of China (the "PRC"), Hong Kong, Australia, Republic of the Congo, the United States and other overseas markets in both 2025 and 2024.

The following tables set out information about the geographical location of (a) the Group's revenue and non-current assets other than financial assets at fair value through profit or loss and interests in associates; and (b) other revenue and net income/(loss) other than unallocated net income and interest income from bank deposits. The geographical location of customers is based on the location at which the services were provided or the goods were delivered. The geographical location of the non-current assets is based on the physical location of the assets. The geographical location of other revenue and net income/(loss) is based on the location at which other revenue and net income/(loss) is generated.

***(a) Revenue and non-current assets***

| | **Revenue** | | **Non-current assets** | |
|---|---|---|---|---|
| | **2025** | 2024 | **2025** | 2024 |
| | ***HK$'000*** | *HK$'000* | ***HK$'000*** | *HK$'000* |
| The PRC | **12,796** | 32,027 | **149,350** | 149,455 |
| Hong Kong | **21,390** | 29,268 | **77,610** | 91,952 |
| Australia | **25,206** | 82,921 | **–** | – |
| The United States *(note 14)* | **3,314** | 34,800 | **862,097** | 9,578 |
| Other overseas markets | **6,086** | 10,019 | **40,794** | 39,890 |
| | **68,792** | 189,035 | **1,129,851** | 290,875 |

### (b) Other revenue and net income/(loss)

| | 2025 | | | | | |
|---|---|---|---|---|---|---|
| | **IHA** | **IDC** | **Investing** | **Leasing** | **Other operations** | **Consolidated** |
| | ***HK$'000*** | ***HK$'000*** | ***HK$'000*** | ***HK$'000*** | ***HK$'000*** | ***HK$'000*** |
| The PRC | **818** | **645** | **–** | **12,515** | **(34)** | **13,944** |
| Hong Kong | **28** | **–** | **11,025** | **102** | **–** | **11,155** |
| Other overseas market | **–** | **–** | **–** | **154** | **–** | **154** |
| | **846** | **645** | **11,025** | **12,771** | **(34)** | **25,253** |

| | 2024 | | | | | |
|---|---|---|---|---|---|---|
| | IHA | IDC | Investing | Leasing | Other operations | Consolidated |
| | *HK$'000* | *HK$'000* | *HK$'000* | *HK$'000* | *HK$'000* | *HK$'000* |
| The PRC | (914) | 308 | – | 13,013 | 3 | 12,410 |
| Hong Kong | 727 | – | 96,315 | 38 | – | 97,080 |
| Laos | – | – | (26,784) | – | – | (26,784) |
| Republic of the Congo | – | – | (12,526) | – | – | (12,526) |
| | (187) | 308 | 57,005 | 13,051 | 3 | 70,180 |

**Information about major customers**

Revenue from customers individually contributing 10% or over of the total revenue of the Group is as follows:

| | **2025** | 2024 |
|---|---|---|
| | ***HK$'000*** | *HK$'000* |
| Customer A (IHA segment) | **25,206** | 82,291 |
| Customer B (IDC segment) | **19,400** | 20,000 |
| Customer C (IHA segment) | **12,695** | 31,497 |
| Customer D (IDC segment) | **–*** | 34,800 |
| | **57,301** | 168,588 |

* This customer individually contributed less than 10% of the total revenue for the year ended 31 December 2025.

## 4. REVENUE, OTHER REVENUE AND NET INCOME

| | 2025<br>*HK$'000* | 2024<br>*HK$'000* |
|---|---|---|
| **Revenue** | | |
| Sale of goods *(Note (a))* | **46,078** | 134,235 |
| Rental income from IDC properties and facilities | **22,714** | 54,800 |
| | **68,792** | 189,035 |
| **Other revenue** | | |
| Dividend income from listed securities | **15** | 444 |
| Interest income from net investment under finance leases | **241** | – |
| Rental income from investment properties | **12,026** | 12,396 |
| Interest income calculated using the effective interest method: | | |
| Interest income from bank deposits | **155** | 544 |
| Interest income from loans receivable | **468** | 1,509 |
| | **12,905** | 14,893 |
| **Other net income** | | |
| Consultancy income | **594** | 54 |
| Foreign exchange losses, net | **(1)** | (199) |
| Net fair value (losses)/gains on financial assets at fair value through profit or loss | **(8,741)** | 38,286 |
| Impairment loss on property, plant and equipment | **–** | (39,310) |
| Gain on disposal of property, plant and equipment | **239** | 1,097 |
| Loss on utilisation of cryptocurrencies | **(1)** | (11) |
| Gain on conversion/disposal of cryptocurrencies *(Note (b))* | **19,957** | 57,182 |
| Gain on disposal of a subsidiary | **10** | – |
| Sundry income | **1,322** | 633 |
| | **13,379** | 57,732 |
| | **26,284** | 72,625 |

*Notes:*

*(a)* The revenue from contracts with customers for sale of goods within HKFRS 15 is based on fixed price and recognised at a point in time.

The amount of revenue recognised for the year ended 31 December 2025 that was included in the contract liabilities at the beginning of the year is HK$4,740,000 *(2024: HK$9,693,000)*.

*(b)* Gain on conversion/disposal of cryptocurrencies of HK$19,957,000 *(2024: HK$57,182,000)* is arrived at sales proceeds of HK$187,567,000 *(2024:HK$244,131,000)* net of cost of cryptocurrencies of HK$167,610,000 *(2024: HK$186,949,000)*.

## 5. LOSS FROM OPERATIONS

Loss from operations has been arrived at after charging/(crediting):

| | 2025<br>*HK$'000* | 2024<br>*HK$'000* |
|---|---|---|
| Auditor's remuneration | | |
| – Audit services | **1,700** | 1,700 |
| – Non-audit services | **150** | 210 |
| – Other audit services | **429** | – |
| Depreciation of property, plant and equipment* | **11,290** | 45,791 |
| – Allocated to cost of cryptocurrencies | **–** | 10,402 |
| Depreciation of right-of-use assets | **6,553** | 6,508 |
| Cost of inventories | **31,189** | 105,438 |
| Loss/(Gain) on lease modifications | **57** | (41) |
| Gain on disposal of property, plant and equipment | **(239)** | (1,097) |
| Reversal of write-down of inventories, net | **(167)** | (270) |
| Research and development costs (excluding staff costs) | **16,510** | 12,079 |
| Direct operating expenses arising from investment properties that generating rental income from: | | |
| – Leasing of IDC properties (included in cost of sales) | **7,368** | 8,943 |
| – Leasing of other investment properties (included in other operating expenses) | **1,499** | 1,257 |
| Staff costs (including Directors' emoluments): | | |
| Salaries and allowances# | **39,867** | 40,091 |
| Retirement benefits scheme contributions# | **2,345** | 2,792 |
| Severance payment# | **12** | 16,551 |
| Total staff costs | **42,224** | 59,434 |

* *Depreciation of property, plant and equipment included depreciation of IDC facilities of HK$9,581,000 (2024: HK$9,581,000) recognised as cost of sales for the year.*

\# *Staff costs included salaries and allowances, severance payment and retirement benefits scheme contributions for research and development staff of HK$5,093,000, HK$Nil and HK$718,000 respectively (2024: HK$8,448,000, HK$8,838,000 and HK$1,005,000 respectively) recognised as general and administrative expenses for the year.*

## 6. FINANCE COSTS

| | 2025<br>*HK$'000* | 2024<br>*HK$'000* |
|---|---|---|
| Borrowing costs for bank and other loans | **94** | 327 |
| Imputed interest expenses on lease liabilities | **351** | 222 |
| | **445** | 549 |

## 7. INCOME TAX (CREDIT)/EXPENSES

The taxation (credited)/charged to profit or loss represents:

| | 2025<br>*HK$'000* | 2024<br>*HK$'000* |
|---|---|---|
| **Current tax** | | |
| PRC corporate income tax | **257** | 455 |
| Hong Kong Profits Tax | **45** | – |
| | **302** | 455 |
| **Deferred taxation** | | |
| Benefits of tax losses recognised | **(9,061)** | – |
| Origination and reversal of temporary differences | **(10,664)** | 3,501 |
| | **(19,725)** | 3,501 |
| (Credit)/Charge for the year | **(19,423)** | 3,956 |

Hong Kong Profits Tax has been provided at the rate of 16.5% on certain subsidiaries' estimated assessable profits arising from Hong Kong during the year. Hong Kong Profits Tax has not been provided for remaining subsidiaries of the Group and the Company as these entities neither generate any assessable profit from Hong Kong nor its estimated assessable profits for the year ended 31 December 2025 were wholly absorbed by unrelieved tax losses brought forward from previous years.

For the year ended 31 December 2024, Hong Kong Profits Tax has not been provided as the Group neither generate any assessable profit from Hong Kong nor its estimated assessable profits for the year were wholly absorbed by unrelieved tax losses brought forward from previous years.

The income tax provision in respect of operations in the PRC is calculated at the corporate income tax ("CIT") rate of 25% on the estimated assessable profits for 2025 and 2024 based on existing legislation, interpretations and practices in respect thereof. Certain subsidiaries of the Company have been designated as "Small-Scale and Low-Profit Enterprises" which are charged at the effective preferential CIT rates of 5% or 10% *(2024: 5% or 10%)* respectively on condition that the annual taxable income was no more than RMB1.0 million or between RMB1.0 million to RMB3.0 million for 2025 and 2024 respectively.

The operation of the Group in the United States is subject to the United States Federal and State Income Tax. For the years ended 31 December 2025 and 2024, the United States Federal and State Income Tax has not been provided as the Group did not generate any assessable profit in the United States.

Under the United States domestic tax laws, a foreign person is subject to 30% income tax on the gross amount of certain United States-source (non-business) income. Withholding tax has not been provided for the years ended 31 December 2025 and 2024 because no interest income was charged to the subsidiary during both years.

The operation of the Group in Germany is subject to the Germany Corporate Tax and Municipal Trade Tax. For the years ended 31 December 2025 and 2024, the Germany Corporate Tax and Municipal Trade Tax has not been provided as the Group did not generate any assessable profit in Germany.

The Group has investment properties situated in the PRC and the United States which are stated at fair value. Deferred taxes are recognised on changes in fair value of investment properties in the PRC and the United States taking into account the PRC land appreciation tax and CIT payable for the investment properties located in the PRC or the Federal and the State Income Tax payable for the investment properties located in the United States upon sales of those investment properties.

## 8. DIVIDENDS

The Board does not recommend the payment of a final dividend for the year ended 31 December 2025 *(2024: Nil).*

## 9. LOSS PER SHARE

The calculation of the basic and diluted loss per share of the Company (the "Share") attributable to owners of the Company is based on the following data:

| | **2025** | 2024 |
|---|---|---|
| | ***HK$'000*** | *HK$'000* |
| Loss attributable to owners of the Company | **(64,213)** | (61,970) |

| | **2025** | 2024 |
|---|---|---|
| | ***'000*** | *'000* |
| Issued ordinary Shares at 1 January and 31 December | **2,487,705** | 2,487,705 |
| Weighted average number of ordinary Shares for basic loss per Share | **2,487,705** | 2,487,705 |
| Weighted average number of ordinary Shares for diluted loss per Share | **2,487,705** | 2,487,705 |

| | ***HK$*** | *HK$* |
|---|---|---|
| Loss per Share: | | |
| – Basic | **(0.03)** | (0.02) |
| – Diluted *(Note)* | **(0.03)** | (0.02) |

*Note:*

Diluted loss per Share was the same as the basic loss per Share as there were no dilutive potential ordinary Shares in existence during the years ended 31 December 2025 and 2024.

## 10. LEASE RECEIVABLES

***The Group as lessor***

| **Lease receivables** | **2025**<br>***HK$'000*** | 2024<br>*HK$'000* |
|---|---|---|
| Under finance lease | | |
| Net investment | **5,064** | – |

On 13 March 2025, the Group entered into a finance lease agreement (the "Finance Lease Agreement") with Chengdu Wuhou Ganluhai Tibetan Hospital Co., Ltd.* (成都武侯甘露海藏醫院有限公司) ("Chengdu Ganluhai") to purchase and lease back certain machinery and equipment used in pharmaceutical production (the "Leased Assets"). In accordance with the Finance Lease Agreement, the Group agreed to purchase the Leased Assets at a consideration (before tax) of RMB5,960,000 (equivalent to HK$6,512,000) and to lease the Leased Assets to Chengdu Ganluhai for a term of five years. Upon the expiration of the lease period, Chengdu Ganluhai may purchase back the Leased Assets from the Group at the consideration of nominal price of RMB100.

Below is a maturity analysis of lease payments receivable and the reconciliation of undiscounted lease payments to the net investment:

| | **2025**<br>***HK$*** | 2024<br>*HK$* |
|---|---|---|
| Year 1 | **1,352** | – |
| Year 2 | **1,352** | – |
| Year 3 | **1,352** | – |
| Year 4 | **1,352** | – |
| Year 5 | **332** | – |
| Undiscounted lease payments to be received | **5,740** | – |
| Less: unearned finance income | **(676)** | – |
| Net investment | **5,064** | – |
| Current portion (included in other receivables) | **1,081** | – |
| Non-current portion | **3,983** | – |
| | **5,064** | – |

Income from finance lease during the year is analysed as follows:

| | **2025**<br>***HK$'000*** | 2024<br>*HK$'000* |
|---|---|---|
| Finance income on net investment | **241** | – |

* *English name for identification purpose only*

## 11. TRADE AND OTHER RECEIVABLES AND PREPAYMENT FOR CONSTRUCTION

| | Note | **2025 HK$'000** | 2024 HK$'000 |
|---|---|---|---|
| Trade receivables | | **62,956** | 63,992 |
| Less: Loss allowance | | **(33,211)** | (23,020) |
| | *(a)* | **29,745** | 40,972 |
| Receivables from disposal of a subsidiary | | **257** | 257 |
| Earnest money paid for procurement of intangible assets | *(b)* | **63,109** | 61,555 |
| Lease receivables | *10* | **1,081** | – |
| Other receivables, net of loss allowance | *(c)* | **21,630** | 10,171 |
| Prepayments and deposits, net of loss allowance | *(d)* | **266,978** | 266,708 |
| Prepayments for construction | *(e)* | **6,266** | 12,626 |
| | | **389,066** | 392,289 |
| Current portion | | **378,316** | 372,209 |
| Non-Current portion | | **10,750** | 20,080 |
| | | **389,066** | 392,289 |

*Notes:*

*(a)* The ageing analysis of trade receivables (net of loss allowance) by invoice date at the end of the reporting period is as follows:

| | **2025 HK$'000** | 2024 HK$'000 |
|---|---|---|
| 0–30 days | **3,399** | 5,019 |
| 31–60 days | **1,936** | 5,166 |
| 61–90 days | **1,599** | 4,179 |
| Over 90 days | **22,811** | 26,608 |
| | **29,745** | 40,972 |

*(b)* Earnest money of RMB57,000,000 (equivalent to HK$63,109,000) *(2024: RMB57,000,000 (equivalent to HK$61,555,000))* was paid for the procurement of hash-rate capacity which was recognised as intangible assets of the Group which was fully impaired in prior years. The earnest money will be refunded to the Group upon settlement of the remaining outstanding payables for the procurement of hash-rate capacity (note 15(c)(i)). Details of the procurement of hash-rate capacity are set out in the Company's announcements dated 14 May 2021, 31 May 2021 and 2 June 2021, respectively.

*(c)* Included in other receivables are RMB10,850,000 (equivalent to HK$12,012,000) *(2024: HK$Nil)* related to upfront payments made for the research and development services associated with the construction and technical development of the traditional Chinese medicine mRNA database (the "Development").As at 31 December 2025, the Group has commitment in relation to the Development amounted to RMB32,340,000 (equivalent to HK$35,806,000) *(2024: HK$Nil).*

(d) Included in prepayments and deposits, net of loss allowances, were trading deposits for the purchase of cryptocurrency mining machines which will be held for trading purpose of HK$200,560,000 *(2024: HK$194,969,000)* and earnest money for a investment project of HK$15,340,000 *(2024: HK$15,363,000).*

As at 31 December 2025, a total sum of RMB190,082,000 (equivalent to HK$210,453,000) *(2024: RMB190,082,000 (equivalent to HK$205,272,000))* before loss allowances were paid to Zhongda Bocheng Energy Technology (Shenzhen) Limited* (中達博誠能源科技(深圳)有限公司) ("Zhongda Bocheng"), an independent third party as trading deposits for the purchase of cryptocurrency mining machines which will be held for trading purpose. On the other hand, RMB110,000,000 (equivalent to HK$121,789,000) *(2024: RMB110,000,000 (equivalent to HK$118,790,000))* were received from Zhongda Bocheng as a performance bond, which is not available to set-off against the trading deposits aforesaid and recognised as other payables (note 15(c)(ii)). The Group partially terminated the purchase of cryptocurrency mining machines and the trading deposits of RMB49,977,000 (equivalent to HK$55,150,000) will be refunded to the Group before 30 June 2026 in accordance with the termination agreement signed with Zhongda Bocheng. For the remaining prepayments of RMB140,105,000 (equivalent to HK$154,607,000), the Group and Zhongda Bocheng entered into an extension agreement during the reporting period to extend the delivery of the cryptocurrency machines to December 2026.

As at 31 December 2025, an aggregate of US$3,200,000 (equivalent to HK$29,496,000) *(2024: US$3,200,000 equivalent to HK$29,496,000)* before loss allowance was paid by the Group to an independent third party (the "Vendor") as earnest money (the "Earnest Money") for a global sale project under a corporation agreement (the "Agreement"). The interest of a wholly-owned subsidiary of the Vendor was charged as collateral of the Earnest Money. The Group had terminated the Agreement with the Vendor and requested a refund of the Earnest Money. Enforcement letters had been issued to the Vendor following the termination.

(e) As at 31 December 2024, included in prepayments for construction were prepayments mainly for data centre facilities amounting to US$1,205,000 (equivalent to HK$9,400,000), which were recognised as construction in progress under property, plant and equipment during the year ended 31 December 2025.

## 12. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

| | Note | 2025 HK$'000 | 2024 HK$'000 |
|---|---|---|---|
| Equity securities listed in Hong Kong | (a) | **20,072** | 25,716 |
| Equity securities listed outside Hong Kong | (a) | **448** | 418 |
| Private investment fund | (b) | **2,222** | – |
| Unlisted equity securities | (c) | **186,632** | 190,454 |
| | | **209,374** | 216,588 |
| Current portion | | **4,161** | 1,503 |
| Non-current portion | | **205,213** | 215,085 |
| | | **209,374** | 216,588 |

*Notes:*

(a) The fair values of listed equity securities are based on quoted market prices in active markets at the end of the reporting period.

* *English name for identification purpose only*

*(b)* As at 31 December 2025, the fair value of the private investment fund of HK$2,222,000 *(2024: Nil)* was valued based on the net asset value of each fund unit quoted by the investment manager.

*(c)* The investments in unlisted equity securities of companies incorporated in the Cayman Islands and Hong Kong of HK$159,401,000 *(2024: HK$166,932,000)* are not held for trading.

As at 31 December 2025, the fair value of the unlisted equity securities of HK$27,231,000 *(2024: HK$23,522,000)* traded in the Over-the-Counter market in the United States is determined with the broker quotes.

## 13. LOANS RECEIVABLE

| | **2025** | 2024 |
|---|---|---|
| | ***HK$'000*** | *HK$'000* |
| Loans receivable from third parties | **242,591** | 247,978 |
| Less: Loss allowance | **(219,239)** | (218,897) |
| | **23,352** | 29,081 |

At the end of the reporting period, loans receivable comprise:

*(a)* A RMB90,000,000 loan to an independent third party borrower, which was secured by a corporate guarantee provided by an independent third party and a personal guarantee provided by a shareholder of the borrower, interest-bearing at 8% per annum and was further extended to be repayable in December 2021.

A further loan extension was granted subject to certain conditions to be fulfilled by the borrower, details of which were set out in the Company's announcement dated 16 December 2021. None of the terms under the conditions was completed and the loan extension had not become effective. The Group has consistently issued demand letters to the borrower since the date the loan defaulted. A partial repayment was received during the year ended 31 December 2022. Neither the interest nor the principal was settled by the borrower subsequently. As at the date of this announcement, no consent to the repayment schedule was reached by both parties.

At the end of the reporting period, the principal of RMB86,000,000 (equivalent to HK$96,272,000) *(2024: RMB86,000,000 (equivalent to HK$96,272,000))* and accrued interest receivable of HK$18,693,000 *(2024: HK$18,693,000)* were recognised as loans receivable under current assets. Loss allowance of HK$114,965,000 *(2024: HK$114,965,000)* in respect of this credit impaired loan receivable had been recognised at the end of the reporting period. Details of the loan were set out in the Company's announcements dated 19 December 2019, 18 September 2020, 17 December 2020, 16 December 2021 and 11 February 2022, respectively.

*(b)* A HK$41,000,000 loan to an independent third party borrower, which was secured by a corporate guarantee provided by a substantial shareholder of the Company, interest bearing at 8% per annum and was further extended to be repayable in June 2023. Pursuant to the extension of the loan agreement, the loan is further secured by accounts receivable of the borrower of HK$18,732,000 as collateral, with other terms remain unchanged. No further extension was granted after June 2023. The Group has consistently issued demand letters to the borrower since the date the loan defaulted. As at the date of this announcement, neither the interest nor the principal was settled by the borrower and no consent to the repayment schedule was reached by both parties.

At the end of the reporting period, the principal of HK$41,000,000 *(2024: HK$41,000,000)* and accrued interest receivable of HK$2,453,000 *(2024: HK$2,453,000)* were recognised as loans receivable under current assets. Loss allowance of HK$37,552,000 *(2024: HK$37,613,000)* in respect of this loan receivable had been recognised at the end of the reporting period. Details of the loan were set out in the Company's announcements dated 9 December 2019, 12 December 2019, 29 June 2020, 31 December 2020, 31 December 2021, 30 September 2022 and 13 July 2023, respectively.

(c) A HK$60,000,000 loan to an independent third party borrower, which was secured by corporate guarantees provided by two independent third parties, interest-bearing at 5% per annum and was further extended to be repayable in March 2024. Pursuant to the extension of the loan agreement, the loan is secured by accounts receivable and deposits of the borrower of HK$55,403,000 as collateral, with other terms remain unchanged.

A further loan extension was granted subject to certain conditions to be fulfilled by the borrower, details of which were set out in the Company's announcement dated 28 March 2024. None of the terms under the conditions was completed and the loan extension had not become effective. The Group has consistently issued demand letters to the borrower since the date the loan defaulted. As at the date of this announcement, neither the interest nor the principal was settled by the borrower and no consent to the repayment schedule was reached by both parties.

At the end of the reporting period, the principal of HK$60,000,000 *(2024: HK$60,000,000)* and accrued interest receivable of HK$1,504,000 *(2024: HK$1,504,000)* were recognised as loans receivable under current assets. Loss allowance of HK$52,008,000 *(2024: HK$51,106,000)* in respect of this loan receivable has been recognised at the end of the reporting period. Details of the loan were set out in the Company's announcements dated 18 March 2020, 17 June 2020, 30 September 2021, 1 October 2022, 28 September 2023, 28 March 2024 and 3 July 2024, respectively.

(d) A RMB10,000,000 loan to an independent third party borrower, which was unsecured, interest-bearing at 5% per annum and was further extended to be repayable in June 2023 with other terms remain unchanged. No further extension was granted after June 2023. The Group has consistently issued demand letters to the borrower since the date of the loan defaulted. As at the date of this announcement, neither the interest nor the principal was settled by the borrower and no consent to the repayment schedule was reached by both parties.

At the end of the reporting period, the principal of RMB10,000,000 (equivalent to HK$11,035,000) *(2024: RMB10,000,000 (equivalent to HK$11,035,000))* and accrued interest receivable of HK$1,531,000 *(2024: HK$1,531,000)* were recognised as loans receivable under current assets. Loss allowance of HK$12,566,000 *(2024: HK$12,566,000)* in respect of this loan receivable had been recognised at the end of the reporting period.

(e) A HK$14,000,000 loan to an independent third party borrower, which was unsecured, interest-bearing at 5% per annum and was further extended to be repayable in April 2025 with other terms remain unchanged. During the reporting period, the principal was partially settled by the borrower. The repayment date of the remaining balance was further extended to April 2026.

At the end of the reporting period, the principal of HK$6,482,000 *(2024: HK$14,000,000)* and accrued interest receivable of HK$77,000 *(2024: HK$167,000)* were recognised as loans receivable under current assets. Loss allowance of HK$825,000 *(2024: HK$1,324,000)* in respect of this loan receivable had been recognised at the end of the reporting period.

(f) A RMB1,100,000 (equivalent to HK$1,213,000) loan to an independent third party borrower, which was unsecured, interest-bearing at 12% per annum and was repayable in August 2023. No extension was granted after August 2023. The Group has consistently issued demand letters to the borrower since the date of the loan defaulted. As at the date of this announcement, neither the interest nor the principal was settled by the borrower and no consent to the repayment schedule was reached by both parties.

At the end of the reporting period, the principal of RMB1,100,000 (equivalent to HK$1,213,000) *(2024: RMB1,100,000 (equivalent to HK$1,213,000))* and accrued interest receivable of HK$110,000 *(2024: HK$110,000)* were recognised as loans receivable under current assets. Loss allowance of HK$1,323,000 *(2024: HK$1,323,000)* in respect of this loan receivable had been recognised at the end of the reporting period.

(g) A RMB2,000,000 (equivalent to HK$2,214,000) loan to an independent third party borrower, which was unsecured, interest-bearing at 3.45% per annum and was repayable in February 2025. No extension was granted after February 2025. Subsequent to the end of the reporting period, the principal and accrued interest were fully settled by the borrower.

At the end of the reporting period, the principal of RMB2,000,000 (equivalent to HK$2,214,000) and accrued interest receivable of HK$7,000 were recognised as loans receivable under current assets. No loss allowance in respect of this loan receivable had been recognised at the end of the reporting period.

## 14. ASSETS CLASSIFIED AS HELD-FOR-SALE

On 29 May 2023, pursuant to a real property purchase and sale and escrow agreement (the "Real Property Agreement") entered with a third party of the Group (the "Purchaser"), the Group agreed to conditionally dispose of its property consisting of (a) the real estate situated at 6580 Via Del Oro, San Jose, California 95119 and with an area of 4.725 acres; and (b) one storey mission critical data center building with an area of 80,158 square feet located on the land (collectively, the "Land and Property") at a consideration of US$110,000,000 (equivalent to HK$858,000,000) (the "Disposal").

On 12 July 2023, the Disposal was approved by the shareholders in a special general meeting of the Company. Details of the Disposal are set out in the Company's announcement dated 29 May 2023, the circular dated 23 June 2023 and the poll result announcement dated 12 July 2023.

As at 31 December 2024, the assets classified as held-for-sale of HK$850,200,000 referred to the carrying amount of the Land and Property transferred from investment properties under non-current assets. During the years ended 31 December 2025 and 2024, and subsequent to the end of the reporting period, the contingency date of the Disposal has been extended to 9 March 2026 (Pacific Time) through several supplemental agreements to the Real Property Agreement. The Disposal was not completed by 9 March 2026, and no agreement was reached between the Purchaser and the Group to further postpone the contingency date. As a result, the Disposal was automatically lapsed and terminated. Details of the termination of the Disposal are set out in the Company's announcement dated 20 March 2026.

The Directors have reassessed the probability of disposing of the Land and Property and concluded that the possibility of completing the disposal of the Land and Property within 12 months from the end of the reporting period is remote. Accordingly, the Land and Property, previously classified as held-for-sale and amounting to HK$850,200,000 was transferred to investment properties under non-current assets as at 31 December 2025.

## 15. TRADE AND OTHER PAYABLES

| | *Note* | **2025** *HK$'000* | 2024 *HK$'000* |
|---|---|---|---|
| Trade payables | *(a)* | **4,046** | 10,338 |
| Contract liabilities | *(b)* | **7,001** | 5,426 |
| Other payables | *(c)* | **224,039** | 220,982 |
| Accruals | | **24,246** | 28,418 |
| | | **259,332** | 265,164 |

*Notes:*

*(a)* The ageing analysis of trade payables by invoice date at the end of the reporting period is as follows:

| | **2025** *HK$'000* | 2024 *HK$'000* |
|---|---|---|
| 0–30 days | **1,606** | 1,731 |
| 31–60 days | **2,113** | 8,310 |
| 61–90 days | **327** | 297 |
| | **4,046** | 10,338 |

The payment terms with suppliers are generally 30 to 60 days *(2024: 30 to 60 days).*

*(b)* The movements (excluding those arising from increases and decreases both occurred within the same year) of contract liabilities from contracts with customers within HKFRS 15 during the year are as follows:

| | **2025** | 2024 |
|---|---|---|
| | ***HK$'000*** | *HK$'000* |
| As at 1 January | **5,426** | 11,054 |
| Exchange realignment | **1** | (1) |
| Recognised as revenue | **(4,740)** | (9,693) |
| Receipt of advances or recognition of receivables | **6,314** | 4,066 |
| As at 31 December | **7,001** | 5,426 |

As at 31 December 2025 and 2024, no contract liabilities are expected to be settled after more than 12 months.

**Unsatisfied or partially unsatisfied performance obligations**

All the performance obligations that are unsatisfied (or partially unsatisfied) at 31 December 2025 and 2024 are part of contracts that have an original expected duration of one year or less. Given that the Group applies the practical expedient in paragraph 121(a) of HKFRS 15, the transaction price allocated to these performance obligations is not disclosed.

*(c)* Included in other payables are the following balances:

*(i)* Outstanding payable of RMB67,000,000 (equivalent to HK$79,748,000) *(2024: RMB67,000,000 (equivalent to HK$79,748,000))* for the procurement of hash-rate capacity, which has been recognised as intangible assets of the Group in prior years. The outstanding payable, which is repayable on demand, is not available to set-off against the earnest money of RMB57,000,000 (equivalent to HK$63,109,000) *(2024: RMB57,000,000 (equivalent to HK$61,555,000))* paid for the procurement of hash-rate capacity in prior years (note 11(b)).

*(ii)* A performance bond, which is repayable on demand, received from Zhongda Bocheng in relation to the purchase of cryptocurrency mining machines amounted to RMB110,000,000 (equivalent to HK$121,789,000) *(2024: RMB110,000,000 (equivalent to HK$118,790,000))* (note 11(d)).

*(iii)* Outstanding payables of HK$6,804,000 *(2024: HK$8,804,000)* for the purchase of cryptocurrency mining machines in prior years. The outstanding payable is repayable on demand.

## 16. SHARE CAPITAL

| | Number of Shares | | Amount | |
|---|---|---|---|---|
| | **2025** | 2024 | **2025** | 2024 |
| | ***'000*** | *'000* | ***HK$'000*** | *HK$'000* |
| **Authorised:** | | | | |
| At beginning and end of the reporting period | | | | |
| Ordinary Shares of HK$0.025 each | **8,000,000** | 8,000,000 | **200,000** | 200,000 |
| **Issued and fully paid:** | | | | |
| At beginning of the reporting period | | | | |
| Ordinary Shares of HK$0.025 each | **2,487,705** | 2,487,705 | **62,193** | 62,193 |
| At end of the reporting period | | | | |
| Ordinary Shares of HK$0.025 each | **2,487,705** | 2,487,705 | **62,193** | 62,193 |

## 17. PLEDGE OF ASSETS

At the end of the reporting period, the Group had pledged the following assets to secure the loan facilities:

| | **2025** | 2024 |
|---|---|---|
| | ***HK$'000*** | *HK$'000* |
| (a) Right-of-use assets | **52,892** | 55,895 |
| (b) Cryptocurrencies | **19,500** | – |
| (c) Bank deposits | **200** | 200 |

## 18. EVENTS AFTER THE REPORTING PERIOD

**Changes in market price of cryptocurrencies**

Subsequent to the end of the reporting period, there was a decline in market price of mainstream cryptocurrencies including Bitcoin. The market price of Bitcoin was reduced from approximately US$87,509 as at 31 December 2025 to approximately US$70,862 as at 25 March 2026.

## MANAGEMENT DISCUSSION AND ANALYSIS

## BUSINESS OUTLOOK AND PROSPECTS

The Group is principally engaged in the businesses of information home appliance ("IHA"), internet data centre ("IDC"), investing and leasing.

### IHA Business

The IHA business is primarily engaged in the sale and distribution of IHA and complementary products. The Group has launched a range of products into the market, including high-definition digital set-top boxes ("STBs"), hybrid dual-STBs, over-the-top ("OTT")/Internet Protocol Television ("IPTV") STBs, and Android-based STB devices. With extensive experience in designing and manufacturing networked audio-visual products, the Group develops solutions across hardware, software, operating systems, and business integration for a wide array of vertical applications.

The revenue generated from the IHA business decreased from HK$134.2 million for the year ended 31 December 2024 ("FY2024") to HK$46.1 million for the year ended 31 December 2025 ("FY2025"). The revenue fell 65.7% year-on-year primarily due to the structural decline of traditional STBs as consumers shift to built-in smart TV platforms and subscription-based online channels (AVOD/SVOD), reducing demand for standalone hardware. Due to a decrease in revenue, overall gross profits declined by 40.7%, falling from HK$20.8 million in FY2024 to HK$12.3 million in FY2025. However, the gross profit margin increased to 27% due to effective cost control measures on raw materials. After delivering a strong cost control, the segment resulted in a profit of HK$3.5 million, a significant turnaround compared to a loss of HK$15.6 million in the previous fiscal year.

The IHA business is currently navigating significant market pressures stemming from rapid technological advancements. In response to these challenges, management is prioritising cost efficiency while implementing a comprehensive growth strategy. Key initiatives include accelerating research and development ("R&D") and product innovation. The Company will also expand into high-growth regions through targeted market entry and local partnerships. Additionally, the management plans to diversify revenue by introducing value-added services such as installation and maintenance. The business will continue to have good cost discipline and diversify its revenue stream.

**IDC Business**

The IDC business comprises the development, construction, operation, mergers and acquisitions, and leasing of properties and facilities used by IDC.

The IDC business generated HK$22.7 million in revenue for FY2025, representing a decrease from HK$54.8 million in revenue for FY2024. The Group conditionally agreed to dispose of the IDC situated in the United States ("US-IDC") to an independent third party of the Group (the "Purchaser") at a consideration of US$110.0 million (equivalent to HK$858.0 million) on 29 May 2023 (the "Disposal of US-IDC"). The US-IDC had been leased to the Purchaser since then until either the completion or the termination of the Disposal of US-IDC. Starting in February 2025, rent payments for the lease of the US-IDC, which is currently classified as investment properties, were deferred until completion or waived if the Disposal of US-IDC was lapsed or terminated, resulting in a significant decrease in rental income from US-IDC. This change resulted in a 58.5% decrease in revenue compared to the last fiscal year.

Following the end of the reporting period, the Disposal of the US–IDC was not completed and was automatically lapsed and terminated in March 2026. Details of the termination of the Disposal of US–IDC are set out in the Company's announcement dated 20 March 2026.

Looking forward, the Group will prioritise securing a sale of the US-IDC by actively marketing the asset to potential strategic and financial buyers. In parallel, it will preserve cash flow and asset value through targeted lease management, strict cost and energy controls, and selective non-capex measures to maintain operational standards, with the aim of realising the IDC's value, limiting operating losses and ensuring a smooth transition.

**Investing Business**

The Group's investing business was principally engaged in the trading securities, investing in financial instruments including unlisted equity securities and digital assets.

During the year under review, the Group recorded a net fair value loss on financial assets at fair value through profit or loss of HK$8.7 million, compared to a net gain of HK$38.3 million in FY2024. The loss was primarily due to a HK$11.6 million fair value loss from the Group's investment in a private equity company focused on pharmaceutical research and development and a HK$5.6 million fair value loss on listed securities in the Hong Kong and US markets, after partially offsetting by a HK$10.2 million fair value gain from investments in other unlisted securities, mainly in global aircraft leasing and mobility technology platforms for vehicle services.

The digital-assets market surged to an all-time high in FY2025. The Group conducted a series of open-market transactions during the year, realising a net gain of HK$20.0 million from disposals of cryptocurrencies (inclusive of Bitcoin ("BTC") and Ethereum ("ETH"), which respectively were mainly generated from the hash-rate capacity categorised under intangible assets and cryptocurrency mining machines categorised under property, plant and equipment). Details of the acquisitions and disposals of cryptocurrencies are set out in the Company's announcements dated 5 March 2025, 23 June 2025 and 3 October 2025, respectively.

The management remained a cautious investment approach over the year. With global economic conditions expected to remain volatile and uncertain, the management will continue to monitor the investment landscape and the high volatility of cryptocurrencies.

## Leasing Business

The leasing segment of the Group comprises of leasing out of properties.

During the year under review, the Group recorded rental income of HK$12.1 million for FY2025, representing a 3.0% decrease from HK$12.4 million in FY2024. The ongoing sluggish consumer demand has weakened the market value of industrial properties, resulting in revaluation losses of HK$7.7 million, compared to a revaluation gain of HK$2.9 million in FY2024. This decline impacted the investment properties in Yuxing Industrial Park, Zhongshan (the "Zhongshan Property") and Meishan City, Sichuan Province (the "Meishan Property"), leading to a segment loss of HK$0.5 million in FY2025, down from a segment profit of HK$10.2 million in FY2024.

Looking ahead, the Group anticipates a cautious macro environment, although there is a potential for stabilisation due to stimulus measures and gradual policy support aimed at fostering growth in the property sector. The management will focus on proactive lease management, including extending tenancies with existing tenants and seeking out new leasing opportunities. Ongoing monitoring of credit conditions and tenant creditworthiness will inform leasing decisions. These strategies are designed to stabilise rental income, minimise further declines in valuation and position the portfolio for future recovery.

## FINANCIAL REVIEW

### Operating Results

#### *Revenue and Gross Profits*

The Group's revenue for FY2025 declined by 63.6% to HK$68.8 million (FY2024: HK$189.0 million). The decline was primarily due to reduced demand for STBs in the IHA business. The gross profit decreased by 61.4% to HK$25.4 million (FY2024: HK$66.0 million), driven by a decline in rental income from the IDC business.

#### *Other Revenue and Net Income*

The Group recorded a net income of HK$26.3 million (FY2024: HK$72.6 million) in other revenue and net income, representing a decrease of 63.8% as compared with FY2024. The net income mainly comprised of (i) the gain on disposal of cryptocurrencies of HK$20.0 million (FY2024: HK$57.2 million); (ii) rental income from investment properties of HK$12.1 million (FY2024: HK$12.4 million); and (iii) setting-off the net fair value loss on financial assets (inclusive of both unlisted and listed securities) at fair value through profit or loss of HK$8.7 million (FY2024: net gain of HK$38.3 million).

#### *Distribution and Selling Expenses*

The distribution and selling expenses decreased by 79.4% to HK$1.7 million (FY2024: HK$8.3 million) as a result of declines in distribution orders in the IHA business.

### *General and Administrative Expenses*

The general and administrative expenses decreased 9.7% to HK$109.8 million in FY2025 (FY2024: HK$121.6 million), reflecting the Group's strict cost-control measures implemented during the year, including but not limited to headcount optimisation, tighter discretionary spending and improved procurement controls. Going forward, the management will maintain tight budget discipline, implement performance-linked incentives, and review non-core functions for potential outsourcing or divestment to sustain efficiencies and protect margins.

### *Other Operating Expenses*

The other operating expenses mainly comprised miscellaneous costs, depreciation of property, plant, and equipment (being the cryptocurrency mining machines acquired for cryptocurrency mining, not allocated to the cost of cryptocurrency), and property-related and land-use taxes from leasing activities.

The other operating expenses decreased significantly by 93.5% to HK$2.3 million (FY2024: HK$34.9 million) for FY2025. As the cryptocurrency mining machines under property, plant and equipment was fully impaired during FY2024, the associated depreciation of property, plant and equipment was not recorded during the year, leading to a significant decrease as compared to the last fiscal year.

### *Changes in Fair Value of Investment Properties*

The Group recorded a net revaluation loss of HK$7.7 million (FY2024: net gain of HK$2.9 million) for FY2025. The loss primarily stemmed from a revaluation loss of HK$7.4 million (FY2024: HK$0.1 million) for the Zhangshan Property and a revaluation loss of HK$0.3 million (FY2024: gain of HK$3.0 million) for the Meishan Property.

### *Loss Allowance on Loans Receivable/Trade and Other Receivables*

The Group had the following loss allowances on loans receivable and trade and other receivables associated with its debt instruments carried at amortised cost which are assessed based on the estimation of the lifetime or 12-month expected credit losses ("ECL").

*(a) Loss Allowance on Loans Receivable*

The loss allowance on ECL in respect of loans receivable amounted to HK$0.3 million (FY2024: HK$20.8 million), representing a general provision of loss allowance on loans receivable. Considering the value of collateral, financial positions and subsequent settlement of the borrowers, the Directors considered a prudent and cautious approach by making over 90% expected ECL provision on the defaulted loans during FY2025.

*(b) Loss Allowance on Trade and Other Receivables*

The loss allowance on ECL in respect of trade and other receivables amounted to HK$10.1 million (FY2024: HK$12.5 million), determined using historical settlement experience, ageing analysis and forward looking debtor information. The loss allowance increased due to heightened credit risk among trade debtors.

The Group has adopted measures to recover overdue loans and receivables, including negotiating repayment arrangements, restructuring loan portfolios and initiating legal proceedings against delinquent borrowers and debtors in accordance with internal procedures.

***Finance Costs***

The finance cost for the Group represents the interest expenses associated with bank and other borrowings. Due to the Group's strong reliance on internally generated working capital, the finance costs continually decreased by 18.9% to HK$0.4 million in FY2025 from HK$0.5 million in FY2024.

***Loss for the Year***

As a result of the foregoing, the Group's loss attributable to the owner of the Company for the year increased to HK$64.2 million (FY2024: HK$62.0 million), representing an increase of 35.5% or HK$22.0 million as compared to the last fiscal year. Excluding the provision for loss allowance made in accordance with the HKFRS 9 that applied to financial assets (including trade and other receivables and loans receivable), the Group's loss attributable to owners of the Company was HK$73.6 million (FY2024: HK$28.6 million) for FY2025.

**Liquidity and Financial Resources**

As at 31 December 2025, the Group had net current assets of HK$251.8 million. The Group had cash and bank balances of HK$35.5 million and pledged bank deposits of HK$0.2 million, respectively. The financial resources were funded mainly by the working capital from the operations.

The current ratio, as calculated by dividing current assets by current liabilities, was 1.9 times (2024: 5.3 times) as at 31 December 2025. The gearing ratio, as measured by total liabilities divided by total equity, was 19.7% (2024: 19.4%) as at 31 December 2025. The Group adopts a prudent approach in cash management. Apart from certain debts including lease liabilities, bank loans and other loan, the Group did not have any material outstanding debts as at 31 December 2025. Payment to settle trade and other payables represented a significant part of the cash outflow of the Group. Taking into account the light debt leverage, the Group is able to generate cash and meet upcoming cash requirements. Hence, the Group has adequate liquidity and financial resources to meet its working capital requirements in the next twelve months from the year end date and remained at a stable and healthy level.

## Capital Commitment

The Group had no other capital commitment as at 31 December 2025 and 2024.

## Contingent Liabilities

The Group had no contingent liabilities as at 31 December 2025 (2024: Nil).

## Treasury Policies

The Group adopts a conservative approach towards its treasury policies. It strives to reduce its exposure to credit risk by performing ongoing credit evaluations of the financial conditions 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 commitments can meet its funding requirements.

## Credit Policies

The Group has adopted a credit policy to manage and monitor the recoverability of the loans, trade receivables and contract assets on an ongoing basis. Details of which are outlined below:

(a) Credit risk assessment: The Group would perform credit risk assessment before extending or granting the loans by (i) reviewing the financial reports and statements showing the net asset value of the potential or existing borrowers and other relevant financial information; (ii) performing an assessment on the financial condition of the potential or existing guarantors, such as the type and value of assets owned by the potential or existing guarantors; and (iii) reviewing the financial positions of the existing borrowers on an annual basis.

(b) Security/Collateral assessment: The Group would assess and decide the necessity and the value of security/collateral for granting or extending of each loan, whether to an individual or enterprise, on a case-by-case basis considering the factors including but not limited to the repayment history, results of public search towards the potential or existing borrower, the value and location of the assets owned by the potential or existing borrowers.

(c) Loan collection/Recovery: The Group would issue overdue payment reminder to the borrower, instruct its legal advisers to issue demand letter for overdue loans, negotiate with the borrower for the repayment or settlement of the loan and/or commence legal action against the borrower. In respect of the loans not yet overdue, the Group will closely monitor for any adverse news which may trigger a default in payment.

Among the one loan extension during the year, assessment on the credit risk of the borrower have been performed including but not limited to the re-assessment of financial position of the borrower.

Set out below are the summary of actions taken on the defaulted loans as at 31 December 2025:

*Loan granted to Beijing Aihuan Times Technology Limited* (北京愛換時代科技股份有限公司) ("Beijing Aihuan")*

The loan extension granted to the borrower, Beijing Aihuan was subject to certain conditions to be fulfilled, details of which were set out in the Company's announcement dated 16 December 2021. None of the terms under the conditions was completed and the loan extension became ineffective. On 10 February 2022, the Group had issued a demand letter to the borrower and the guarantors demanding repayment of the outstanding loans principal and accrued interest. On 14 February 2022, the borrower proposed a new repayment schedule of the outstanding loans and accrued interest thereon. No agreement was reached between Group and Beijing Aihuan on the proposed repayment schedule. Demand letters were sent to Beijing Aihuan since then, demanding repayment of the outstanding loan principal and accrued interest. The Group had filed a lawsuit for the repayment of the overdue balance. As at the date of this announcement, neither the repayment of loan principal nor interest has been received.

*Loan granted to High Sharp Electronic Limited ("High Sharp")*

The loan extension granted to the borrower, High Sharp was subject to certain conditions to be fulfilled, details of which were set out in the Company's announcement dated 28 March 2024. None of the terms under the conditions was completed and the loan extension became ineffective. Demand letters were sent to High Sharp since then, demanding repayment of the outstanding loan principal and accrued interest. The Group and High Sharp are in negotiation on the repayment schedule and the right to exercise its collateral. As at the date of this announcement, neither the repayment of loan principal nor interest has been received.

*Loan granted to Daily-Tech HongKong Co., Limited ("HK Daily-Tech")*

The loan extension granted to the borrower, HK Daily-Tech was set out in the Company's announcement dated 30 September 2022. Demand letters were sent to HK Daily-Tech since then, demanding repayment of the outstanding loan principal and accrued interest. The Group and HK Daily-Tech are in negotiation on the repayment schedule and the right to exercise its collateral. As at the date of this announcement, neither the repayment of loan principal nor interest has been received.

*Loan granted to an independent third party*

The loan extension granted to an independent third party has been expired on 10 September 2023. Demand letters were sent to the independent third party borrower since then, demanding repayment of the outstanding loan principal and accrued interest. Neither the repayment of the outstanding balance nor interest was received. The Group had filed a lawsuit for the repayment of the overdue balance. As at the date of this announcement, neither the repayment of loan principal nor interest has been received.

Based on the actions taken by the Group, the Directors considered that the Group has strictly followed the Group's credit policies.

* *English name for identification purpose only*

## Charges on Group Assets

Details of charges on the Group assets are set out in note 17 to this announcement.

## Capital Structure

As at 31 December 2025, the Group had shareholder's capital of HK$62.2 million (2024: HK$62.2 million). The shareholder's capital of the Company is constituted of 2,487,704,800 shares (2024: 2,487,704,800 shares).

## Significant Investments/Material Acquisitions and Disposals

### *Acquisitions and Disposals of Cryptocurrencies*

During the period between 22 January 2025 and 5 March 2025, the Group conducted a series of transactions in the open market for the acquisitions of 4.5 million units of Tether USD ("USDT") at an aggregate consideration of US$4.5 million (exclusive of transaction costs), disposals of 50 units of BTC at an aggregate consideration of US$4.5 million (exclusive of transaction costs) and disposals of 3.3 million units of USDT at an aggregate consideration of US$3.3 million (exclusive of transaction costs). Details of the acquisitions and disposals are set out in the Company's announcement dated 5 March 2025.

During the period between 4 August 2024 and 3 October 2025, the Group conducted a series of transactions in the open market for the disposals of 2,255 units of ETH at an aggregate consideration of US$7.8 million (exclusive of transaction costs). Details of the disposals are set out in the Company's announcements dated 23 June 2025 and 3 October 2025, respectively.

Saved as disclosed in this announcement, the Group had no other significant investment and no material acquisition or disposal of subsidiaries, associates and joint ventures during the year under review.

## Future Plans for Material Investment and Capital Assets

There is no other plan for material investments or capital assets as at 31 December 2025.

## Segment Information

An analysis of the Group's performance for the year by business and geographical segments is set out in note 3 to this announcement.

**Exposure to Fluctuations in Exchange Rates**

Most of the trading transactions of the Group were denominated in Renminbi ("RMB") and the United States dollars ("USD"). The assets of the Group mainly denominated in RMB and the remaining portions were denominated in USD and Hong Kong dollars ("HKD"). The exchange rates for USD to HKD have been relatively stable for the year. Therefore, the Group is only exposed to foreign exchange risk arising from RMB exposures, primarily concerning the HKD and USD. During the year under review, the Group recorded net exchange losses of HK$1,000 (FY2024: HK$0.2 million). As at 31 December 2025, the Group had not used any forward contracts, currency borrowings or other means to hedge its foreign currency exposure. However, the Group will constantly monitor and manage its exposure to foreign exchange risk.

**Human Resources and Relations with the Employees**

As at 31 December 2025, the Group had over 70 (2024: over 70) full-time employees, of which 25 (2024: 22) were based in Hong Kong and the rest were in the People's Republic of China (the "PRC") and the US. Staff costs of the Group amounted to HK$42.2 million (FY2024: HK$59.4 million) for FY2025. The employees of the Company's subsidiaries are employed and promoted based on their suitability for the positions offered. The salary benefit levels of the Group's employees are in line with the market rates. Employees are rewarded on a performance-related basis within the general framework of the Group's remuneration system which is reviewed annually. In addition to basic salaries, staff benefits also include medical schemes and various insurance schemes.

**Key Risks and Uncertainties**

During the year under review, the Group endeavoured to improve the risk management system on different aspects of company strategies, businesses operation and finance. The key risks and uncertainties to which the Group is subject are summarised as follows:

(i) The revenue of the Group is difficult to predict and may be volatile in any given reporting period owing to the tightened supply of microchips as the raw materials of the distributed products of the IHA business;

(ii) Rapid changes in production innovation and features may increase competition and render the Group's current technologies or cause the Group of losing market share and narrower profit margins from intensification of competition;

(iii) Customers preferences and trends from the increasing demands for streaming services, on-demand content, and smart-home integration may have a material adverse impact to the set-top box market or our business, financial condition and results of the operations;

(iv) The impact of protectionism and unilateralism have affected the stability of the global landscape, with increasing sources of turbulence and risk points. The Group may be exposed to restrictions, sanctions or other legal or regulatory measures in different jurisdictions. The increasingly stringent regulatory environment and policies such as licence issuance, may bring risks and challenges to the Group's business development and revenue growth;

(v) The investments of the Group in countries and regions across the world might at present or in future be affected by changes in local, national or international political, social, legal, tax, regulatory and environmental requirements from time to time. In addition, new government policies or measures, if introducing changes in fiscal, tax, regulatory, environmental or other aspects that may affect competitiveness, could result in an additional or unforeseen increase in operating expenses and capital expenditures, produce risks to the overall return on investments of the Group, and delay or impede its business operations and hence adversely affect revenues and profits;

(vi) The value of digital assets held by the Group may be subject to volatile market prices, impairment and unique risks of loss such as cyberattacks, human errors or computer malfunctions; and

(vii) The Group may face regulatory challenges to or limitations on the Group's digital asset investment.

In future business operations, the Group will be highly aware of the aforesaid risks and uncertainties and will proactively adopt effective measures to tackle such risks and uncertainties.

**Environmental Policies and Performance**

The Group is committed to build an environmental-friendly corporation and always takes environmental protection issues into consideration during daily operations. The Group neither produces material waste nor emits material quantities of air pollutants. The Group also strives to minimise the adverse environmental impacts by encouraging the employees to recycle office supplies and other materials and save electricity.

**Compliance with Laws and Regulations**

The Company has been listed on the GEM of the Stock Exchange since 2000. The operations of the Group are mainly carried out by the Company's subsidiaries in the PRC, Hong Kong and the US. As such, the Group's operations shall comply with relevant laws and regulations in the PRC, Hong Kong and the US accordingly. During the year, the Group has complied with all applicable laws and regulations in the PRC, Hong Kong and the US in all material respects. The Group shall continue to keep itself updated with the requirements of the relevant laws and regulations in the PRC, Hong Kong and the US and adhere to them to ensure compliance.

## DIVIDENDS

The Board does not recommend the payment of a final dividend for the year ended 31 December 2025 (2024: Nil).

## AUDIT COMMITTEE

The Board has established an audit committee (the "Audit Committee"). It currently comprises three independent non-executive Directors, namely Ms. Shen Yan (Chairlady), Ms. Huo Qiwei and Mr. Bai Rongxu. None of the members of the Audit Committee is a former partner of the auditor of the Company. The principal duties of the Audit Committee are to assist the Board in reviewing the financial information, overseeing the Company's financial reporting system, risk management, internal control systems and relationship with the external auditor, and arrangements to enable employees of the Company to raise concerns under the protection of confidentiality about possible improprieties in financial reporting, internal control or other matters of the Company. During the year under review, the Audit Committee held four meetings for the purposes of reviewing the interim and annual financial results and reports and significant issues on the financial reporting and compliance procedures, internal control and risk management systems, and the other matters in accordance with the Audit Committee's written terms of reference. The Group's audited annual results for the year ended 31 December 2025 have been reviewed by the Audit Committee.

## SCOPE OF WORK OF FORVIS MAZARS CPA LIMITED

The figures in respect of the Company's consolidated statement of financial position, consolidated statement of comprehensive income and the related notes thereto for the year ended 31 December 2025 as set out in the preliminary announcement have been agreed by the Company's auditor, Forvis Mazars CPA Limited, to the amounts set out in the Company's draft consolidated financial statements for the year. The work performed by Forvis Mazars CPA Limited in this respect did not constitute an assurance engagement and consequently no opinion or assurance conclusion has been expressed by Forvis Mazars CPA Limited on the preliminary announcement.

## PURCHASE, SALE OR REDEMPTION OF THE LISTED SECURITIES OF THE COMPANY

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities during the year.

## SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the required standard of dealings as set out in rules 5.48 to 5.67 (the "Required Standard of Dealings") of the GEM Listing Rules as the code of conduct regarding securities transactions by the Directors. Upon specific enquiries of all Directors, each of them confirmed that they have complied with the required standards set out in the Required Standard of Dealings for the year ended 31 December 2025 in relation to their securities dealings, if any.

## CORPORATE GOVERNANCE

The Company is committed to achieving high standards of corporate governance. The Directors believe that sound and reasonable corporate governance practices are essential for the continuing growth of the Group and for safeguarding and maximising Shareholders' interests.

During the year ended 31 December 2025, the Company has applied the principles and complied with the applicable code provisions of the Corporate Governance Code (the "CG Code") as set out in Part 2 of Appendix C1 to the GEM Listing Rules, except in relation to CG Code provisions F.2.2, as more particularly described below.

**CG Code provision F.2.2**

Pursuant to CG Code provision F.2.2, the Chairman of the Board should attend the annual general meeting ("AGM") and invite the chairman of the audit, remuneration and nomination committees to attend and be available to answer questions at the AGM. Mr. Chen Biao, an executive Director, has been performing the above duties in lieu of Mr. Li Qiang, the Chairman of the Board, who had other pre-arranged business commitments on the day of the AGM.

By order of the Board
**Yuxing InfoTech Investment Holdings Limited**
**Cong Yu**
*Executive Director and Chief Executive Officer*

Hong Kong, 25 March 2026

* *For identification purposes only*

*As at the date hereof, the executive Directors are Mr. Li Qiang, Mr. Cong Yu, Mr. Shi Guangrong, Mr. Zhu Jiang and Mr. Chen Biao; and the independent non-executive Directors are Ms. Shen Yan, Ms. Huo Qiwei and Mr. Bai Rongxu.*

*This announcement will remain on the "Latest Listed Company Information" page of the GEM website at www.hkgem.com for at least seven days from the date of its publication and on the Company's website at www.yuxing.com.cn.*