

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



# DATRONIX HOLDINGS LIMITED

連達科技控股有限公司\*

(Incorporated in Bermuda with limited liability)  
(Stock Code: 889)

## ANNOUNCEMENT OF FINAL RESULTS FOR THE YEAR ENDED 31 DECEMBER 2024

The board of directors (the “Board”) of Datronix Holdings Limited (the “Company”) is pleased to announce the audited consolidated results of the Company and its subsidiaries (collectively referred to as the “Group”) for the year ended 31 December 2024 together with the comparative figures for the corresponding year of 2023 as follows:

### CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2024

	Notes	2024 HK\$'000	2023 HK\$'000
<b>Revenue</b>	5	<b>182,963</b>	222,427
Cost of sales		(129,634)	(148,694)
<b>Gross profit</b>		<b>53,329</b>	73,733
Other revenue and (losses)/gains, net	6	8,972	6,432
Fair value loss on investment property		(28,100)	(15,600)
Distribution and selling expenses		(16,301)	(15,284)
Administrative expenses		(69,304)	(72,802)
Finance costs		(188)	(143)
<b>Loss before tax</b>	7	<b>(51,592)</b>	(23,664)
Income tax credit/(expense)	8		
Current tax - tax for the year		(1,750)	(1,600)
- over/(under)-provision in respect of prior years, net		4	(1,621)
Deferred tax credit		2,083	2,658
		<b>337</b>	(563)
<b>Loss for the year and attributable to owners of the Company</b>		<b>(51,255)</b>	(24,227)

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 DECEMBER 2024 (CONTINUED)**

	<i>Notes</i>	<b>2024</b> <b>HK\$'000</b>	<b>2023</b> <b>HK\$'000</b>
<b>Loss for the year and attributable to owners of the Company</b>		<u><b>(51,255)</b></u>	<u><b>(24,227)</b></u>
<b>Other comprehensive income, net of tax</b>			
Item that may be reclassified subsequently to profit or loss:			
Exchange differences on translating foreign operations		<b>(12,694)</b>	<b>(7,606)</b>
Items that will not be reclassified to profit or loss:			
Deficit on revaluation of leasehold land and buildings held for own use		<b>(1,732)</b>	<b>(10,378)</b>
Changes in fair value of equity instruments designated at fair value through other comprehensive income		<u><b>7,045</b></u>	<u><b>5,215</b></u>
<b>Other comprehensive loss for the year and attributable to owners of the Company, net of tax</b>		<u><b>(7,381)</b></u>	<u><b>(12,769)</b></u>
<b>Total comprehensive loss for the year and attributable to owners of the Company</b>		<u><b>(58,636)</b></u>	<u><b>(36,996)</b></u>
<b>Loss per share</b>			
- Basic and diluted	9	<u><b>(HK\$0.160)</b></u>	<u><b>(HK\$0.076)</b></u>

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION AT 31 DECEMBER 2024**

	<i>Notes</i>	<b>2024</b> <i>HK\$'000</i>	<b>2023</b> <i>HK\$'000</i>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment		<b>443,936</b>	467,492
Investment property		<b>70,000</b>	98,100
Equity instruments designated at fair value through other comprehensive income		<b>35,497</b>	29,656
Prepayments for acquisition of property, plant and equipment		<b>816</b>	339
Goodwill		<b>9,486</b>	9,486
Deferred tax asset		<b>272</b>	272
		<b>560,007</b>	605,345
<b>CURRENT ASSETS</b>			
Inventories		<b>81,255</b>	88,119
Trade receivables	<i>10</i>	<b>16,424</b>	31,783
Prepayments, deposits and other receivables		<b>5,984</b>	5,905
Amount due from ultimate holding company		<b>152</b>	137
Amounts due from related companies		<b>340</b>	322
Tax prepayment		<b>856</b>	589
Financial assets at fair value through profit or loss		<b>9,591</b>	-
Cash and cash equivalents		<b>141,733</b>	145,176
		<b>256,335</b>	272,031
<b>CURRENT LIABILITIES</b>			
Trade and other payables	<i>11</i>	<b>22,314</b>	20,605
Amount due to a related company		<b>372</b>	832
Amount due to a director		<b>1,260</b>	-
Lease liabilities		<b>992</b>	1,029
Current tax liabilities		<b>168</b>	204
		<b>25,106</b>	22,670
<b>NET CURRENT ASSETS</b>			
		<b>231,229</b>	249,361
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			
		<b>791,236</b>	854,706
<b>NON-CURRENT LIABILITIES</b>			
Lease liabilities		<b>1,368</b>	1,430
Employee benefits		<b>10,655</b>	13,086
Deferred tax liabilities		<b>24,567</b>	26,908
		<b>36,590</b>	41,424
<b>NET ASSETS</b>			
		<b>754,646</b>	813,282

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION AT 31 DECEMBER 2024 (CONTINUED)**

	<b>2024</b>	<b>2023</b>
	<b><i>HK\$'000</i></b>	<b><i>HK\$'000</i></b>
<b>EQUITY</b>		
Share capital	<b>32,000</b>	32,000
Reserves	<b><u>722,646</u></b>	<u>781,282</u>
<b>TOTAL EQUITY</b>	<b><u><u>754,646</u></u></b>	<u><u>813,282</u></u>

*Notes:***1. Statement of Compliance**

The consolidated financial statements have been prepared in accordance with all Hong Kong Financial Reporting Standards (“HKFRSs”), Hong Kong Accounting Standards (“HKASs”) and Interpretations (hereinafter collectively referred to as the “HKFRSs”) issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”) and the disclosure requirements of the Hong Kong Companies Ordinance. In addition, the consolidated financial statements include applicable disclosures required by the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rule”).

**2. Basis of Measurement**

The consolidated financial statements have been prepared under the historical cost basis except for certain leasehold land and buildings, equity instruments designated at fair value through other comprehensive income, financial assets at fair value through profit or loss and investment property, which are measured at fair values as explained in the accounting policies set out in the annual report.

**3. Functional and Presentation Currency**

The functional currency of the Company is Hong Kong dollars (“HK\$”). Each entity in the Group maintains its books and records in its own functional currency. The consolidated financial statements are presented in HK\$. The Board considered that it is more appropriate to present the financial statements in HK\$ as the shares of the Company are listed on the Main Board of the Stock Exchange of Hong Kong Limited.

**4. Adoption of HKFRSs****(a) Adoption of amended HKFRSs – effective 1 January 2024**

Amendments to HKFRS 16	Lease Liability in a Sale and Leaseback
Amendments to HKAS 1	Classification of Liabilities as Current or Non-current
Amendments to HKAS 1	Non-current Liabilities with Covenants
Amendments to HKAS 7 and HKFRS 7	Supplier Finance Arrangements

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 the consolidated financial statements.

**(b) New/revised HKFRSs that have been issued but are not yet effective**

The Group is currently assessing the impact of these new accounting standards and amendments.

## 5. Segment Information

The Group determines its operating segments based on the reports reviewed by the chief operating decision-maker that are used to make strategic decisions.

The Group is principally engaged in manufacturing and trading electronic components in both Hong Kong and overseas markets. The Group's chief operating decision-maker regularly reviews the consolidated financial information of the Group as a whole to assess the performance and consider there is only one operating segment for the Group.

### a) Geographical information

The following table sets out the information about the geographical location of the Group's revenue from external customers and non-current assets other than financial instruments ("Specified non-current assets").

The Group comprises the following main geographical segments:

	Revenue from contracts with external customers (by customers' location)		Specified non-current assets (by assets' location)	
	2024 HK\$'000	2023 HK\$'000	2024 HK\$'000	2023 HK\$'000
Hong Kong (place of domicile)	455	660	307,545	334,964
The PRC	10,565	10,925	190,339	206,048
The US	156,942	189,534	12,764	12,545
Vietnam	-	-	49,359	51,788
European Union	3,801	2,913	-	-
Other countries	11,200	18,395	-	-
	<b>182,508</b>	<b>221,767</b>	<b>252,462</b>	<b>270,381</b>
Total	<b>182,963</b>	<b>222,427</b>	<b>560,007</b>	<b>605,345</b>

### b) Disaggregated revenue information

In the following table, revenue is disaggregated by major products and timing of revenue recognition.

	2024 HK\$'000	2023 HK\$'000
<b>Major products</b>		
Electronic components	<b>182,963</b>	<b>222,427</b>
<b>Timing of revenue recognition</b>		
At a point in time	<b>182,963</b>	<b>222,427</b>

Disaggregation of revenue from contracts with customers by geographical markets is disclosed in note (a) above.

The following table provides information about trade receivables from contracts with customers:

	2024 HK\$'000	2023 HK\$'000
Trade receivables from sale of electronic components	<b>16,424</b>	<b>31,783</b>

Under HKFRS 15, advance receipts from customers in respect of the Group's sale contracts included in trade and other payables shall be reclassified to contract liabilities. The Group considers the amount of advance receipts from customers is immaterial to the financial statements and therefore the amount is not separately disclosed as contract liabilities.

There is no option with a material right of return or material warranty provision.

**5. Segment Information (continued)****c) Information about major customers**

Revenue from contract with external customers of the corresponding years contributing over 10% of the total revenue of the Group are as follows:

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Customer A	34,701	35,613
Customer B	33,325	39,490
Customer C	27,454	N/A
	<u>95,480</u>	<u>75,103</u>

N/A: The revenue for the year is less than 10% of the total revenue of the Group.

**6. Other Revenue and (Losses)/Gains, Net**

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Bank interest income	3,920	3,072
Changes in expected credit loss on trade receivables	794	(651)
Fair value changes in financial assets at fair value through profit or loss	(102)	252
Rental income under operating lease	2,160	2,160
Government grants	-	101
Gain on disposal of financial assets at fair value through profit or loss	-	31
Dividend income arising from equity instruments designated at fair value through other comprehensive income	1,615	996
Dividend income arising from financial assets at fair value through profit or loss	212	-
Loss on disposal of property, plant and equipment	-	(481)
Sundry income	373	952
	<u>8,972</u>	<u>6,432</u>

**7. Loss Before Tax**

Loss before tax is arrived at after charging:

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Carrying amount of inventories sold	128,686	147,442
Write-down of inventories	948	1,252
Cost of inventories recognised as expenses	129,634	148,694
Auditor's remuneration	900	890
Depreciation of property, plant and equipment	17,834	18,602
Exchange loss, net	1,456	587
Research and development expenditure	6,487	7,164
Direct operating expense arising from investment property that generated rental income during the year	112	109

**8. Income Tax (Credit)/Expense**

	<b>2024</b> <b>HK\$'000</b>	<b>2023</b> <b>HK\$'000</b>
Current tax – Hong Kong Profits Tax		
- Provision for the year	<b>493</b>	860
- Over provision in respect of prior years	<b>(15)</b>	(428)
	<b>478</b>	432
Current tax – overseas		
- Provision for the year	<b>1,257</b>	740
- Under provision in respect of prior years	<b>11</b>	2,049
	<b>1,268</b>	2,789
Deferred tax credit	<b>(2,083)</b>	(2,658)
	<b>(337)</b>	563

Hong Kong Profits Tax is calculated at the rate of 16.5% (2023: 16.5%) on the estimated assessable profits arising in Hong Kong, except for the first HK\$2,000,000 of qualified entity's assessable profit is calculated at 8.25%, which is in accordance with the two-tiered profits tax rates regime.

The PRC subsidiaries are subject to PRC Enterprise Income Tax at 25% (2023: 25%).

The US subsidiaries are subject to US Federal Corporate Income Tax at 21% (2023: 21%).

The Vietnam subsidiary is subject to Vietnam Corporate Income Tax at 20% (2023: 20%). No provision for Vietnam Corporate Income Tax has been made as the Vietnam subsidiary has no assessable profits for both years.

Taxation arising in other jurisdictions is calculated at the rates prevailing in the relevant jurisdictions.

**9. Loss Per Share**

The calculation of basic loss per share is based on the following data:

	<b>2024</b> <b>HK\$'000</b>	<b>2023</b> <b>HK\$'000</b>
Loss attributable to owners of the Company	<b>(51,255)</b>	(24,227)
	<b>Numbers of shares</b>	
	<b>2024</b>	<b>2023</b>
Number of ordinary shares in issue	<b>320,000,000</b>	320,000,000

Diluted loss per share is the same as basic loss per share as there were no potential dilutive ordinary shares outstanding for both years.



**10. Trade Receivables**

Customers are generally offered a credit period ranging from 30 days to 90 days. The Group seeks to maintain strict control over its outstanding receivables. Overdue balances are reviewed regularly by senior management.

An ageing analysis of trade receivables, based on invoice dates, as at the end of the reporting period is as follows:

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Within 30 days	9,584	13,643
31 to 60 days	4,472	13,414
61 to 90 days	2,390	2,921
Over 90 days	666	3,287
	<u>17,112</u>	<u>33,265</u>
Less: Loss allowances	(688)	(1,482)
	<u><b>16,424</b></u>	<u><b>31,783</b></u>

**11. Trade and Other Payables**

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Trade payables	5,740	7,132
Other payables and accruals	16,177	11,204
Fee payables for construction of manufacturing plants	397	2,269
	<u><b>22,314</b></u>	<u><b>20,605</b></u>

An ageing analysis of trade payables, based on invoice dates, as at the end of the reporting period is as follows:

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Within 30 days	2,571	3,407
31 to 60 days	1,600	2,427
61 to 90 days	1,122	946
Over 90 days	447	352
	<u><b>5,740</b></u>	<u><b>7,132</b></u>

**12. Dividends**

The Board does not recommend a final dividend in respect of the year ended 31 December 2024 (2023: Nil). No interim dividend was paid during the year (2023: Nil).

**FINAL DIVIDEND**

The Board does not recommend a final dividend in respect of the year ended 31 December 2024.

**ANNUAL GENERAL MEETING AND CLOSURE OF REGISTER OF MEMBERS**

The Annual General Meeting of the Company is scheduled to be held on Thursday, 5 June 2025 (“AGM”). For determining the entitlement to attend and vote at the AGM, the register of members of the Company will be closed from Monday, 2 June 2025 to Thursday, 5 June 2025, both dates inclusive, during which period no transfer of shares will be registered. In order to be entitled to attend and vote at the forthcoming annual general meeting, all duly completed transfer forms accompanied by the relevant share certificates must be lodged with Computershare Hong Kong Investor Services Limited, the Company’s branch share registrar in Hong Kong, at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen’s Road East, Wan Chai, Hong Kong, for registration not later than 4:30 p.m. on Friday, 30 May 2025.

**SCOPE OF WORK OF BDO LIMITED**

The figures in respect the Group’s consolidated statement of profit or loss and other comprehensive income, consolidated statement of financial position and the related notes thereto for the year ended 31 December 2024 as set out in the preliminary announcement have been agreed by the Group’s auditor, BDO Limited, to the amounts set out in the Group’s audited consolidated financial statements for the year. The work performed by BDO 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 Hong Kong Institute of Certified Public Accountants and consequently no assurance has been expressed by BDO Limited on this preliminary announcement.

## MANAGEMENT DISCUSSION & ANALYSIS

### Overview

In 2024, the global economy faced significant challenges, leading to a generally weak performance. Geopolitical tensions, sluggish global trade growth, persistent inflation resulting from prolonged high interest rates all continued to pose challenges and dampen consumer demand. Datronix reported its revenue for 2024 at HK\$183.0 million, while 2023 was at HK\$222.4 million, a decrease of 17.7%. Gross margin decreased to HK\$53.3 million for 2024, compared to HK\$73.7 million for the corresponding period a year ago. Gross margin, as a percentage of revenue, decreased from 33.1% in 2023 to 29.1% for the same period in 2024.

Operating loss was HK\$51.6 million in 2024, compared to operating loss of HK\$23.7 million in 2023 mainly due to substantial fair value loss on revaluation for investment property of HK\$28.1 million, as well as the decrease in revenue and gross margin. Net loss for year 2024 was HK\$51.3 million, compared to net loss of HK\$24.2 million from comparable period of 2023.

As of 31 December 2024, Datronix financial position remains stable, with cash balance at HK\$141.7 million, and no issuance of any bank loan.

### Market Review

#### Communication and Networking

Communication segment reported HK\$38.7 million for year 2024, compared to HK\$45.1 million in 2023, down 14%. This segment contributed 21% of the Group's total revenue.

#### Data Processing

Sales for this segment were HK\$26.3 million in 2024, a decrease of 37% from 2023. Data processing segment contributed 14% of the Group's turnover.

#### Industrial Application

Industrial application segment demonstrated a decrease for year 2024. Segment sales reported at HK\$61.4 million in 2024 compared to HK\$70.4 million, a decrease of 13% from 2023. The industrial application segment contributed 34% of the Group's revenue.

#### High Precision and Reliability Segment

This segment demands precise technology, advance technical know-how and good workmanship by the Group. The sophistication of workmanship aids the Group to achieve a higher margin on our products. Sales on high reliability segment reported HK\$56.6 million in 2024, compared to HK\$65.2 million in 2023, a decrease of 13%. This segment contributed 31% of the Group's revenue.

### Achievement and Awards

In recognition of our quality, value of our products and of the Group's service and performance, Datronix has to date received 42 awards from our customers.

### Looking Forward

While the economy continues to weaken, Datronix is adapting strategies to navigate these challenging times. We will focus on core competencies, streamline operations and eliminate non-essential activities. In addition, we will diversify our revenue streams to reduce the redundancy on any single type of business. Finally, we will continue to strengthen our customer relationships and adapt to market changes to better position our business to achieve long-term success.

**Business and Financial Review**

Revenue for year 2024 reported at HK\$183.0 million, a decrease of 17.7% compared to HK\$222.4 million in same period of last year. Gross profit margin was 29.1% compared to 33.1% in 2023. Our operating loss was HK\$51.6 million, when compared to operating loss of HK\$23.7 million for the same period of last year. Loss attributable to owners of the Company was HK\$51.3 million in 2024 while we reported loss attributable to owners of the Company of HK\$24.2 million in 2023.

**Liquidity, Financial Resources and Capital Structure**

As at 31 December 2024, the Group had a total equity of approximately HK\$754.6 million (2023: HK\$813.3 million), and cash and cash equivalents of approximately HK\$141.7 million (2023: HK\$145.2 million), which were predominately denominated in US dollars, HK dollars and Renminbi.

For the year ended 31 December 2024, the Group had not arranged for any banking facilities and other resources for financing. With the above cash on hand, the Group has adequate resources to meet its working capital needs in the near future.

The Group has strong financial position. There were no bank and other loan for the year ended 31 December 2024.

The Group had limited exposure to foreign exchange fluctuations in normal business transactions as most of its accounts receipts and payments are in US dollars.

**Employees and Remuneration Policy**

As at 31 December 2024, the Group employed approximately 720 personnel around the world, with approximately 80 in Hong Kong, approximately 360 in the PRC and approximately 280 overseas. The Group has a staff education sponsorship program and also provides training courses to staff on operation system, product and technology development, and product safety.

The remuneration policy for the Group's employees is reviewed by management on a regular basis. Competitive remuneration packages will be offered to employees based on business performance, market practices and the performance of individual employees. The Group has adopted a mandatory provident fund scheme for its Hong Kong employees.

**Contingent Liabilities**

The Group did not have any material contingent liability as at 31 December 2024 (2023: Nil).

**Capital Commitments**

The Group had capital commitment outstanding at the year end and contracted but not provided for property, plant and equipment of HK\$1.6 million in the financial statements (2023: HK\$1.6 million).

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

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

**AUDIT COMMITTEE**

The audit committee has reviewed the audited financial statements of the Group for the year ended 31 December 2024 and discussed with the Board the financial reporting process and internal control system of the Group.

**CORPORATE GOVERNANCE**

The Company has complied with the code provisions set out in the Corporate Governance Code (the "Code") as set out in Appendix C1 of the Listing Rules throughout the accounting period covered by the annual report, except for the following deviations:

**Code Provision C.2.1**

Under the provision C.2.1, the roles of chairman and chief executive officer should be separate and should not be performed by the same individual.

The roles of Chairman and Chief Executive Officer of the Company have been performed by Mr. Siu Ronald. Given that all major decisions of the Company would be decided after thorough discussions by the Board (including Independent Non-executive Directors), the Board is of the view that there is sufficient balance of power and the current arrangement maintains a strong management position and consistent leadership of the Company.

**Code Provision B.2.2**

Under the provision B.2.2, every director, including those appointed for a specific term, should be subject to retirement by rotation at least once every three years.

In accordance with the Bye-laws of the Company, the chairman of the Company will not be subject to retirement by rotation or be taken into account in determining the number of directors to retire in each year.

**MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS**

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the “Model Code”) as set out in Appendix C3 to the Listing Rules. All directors have confirmed, following specific enquiry of all directors, that they have fully complied with the required standard set out in the Model Code throughout the period under review.

**PUBLICATION OF RESULTS ANNOUNCEMENT AND ANNUAL REPORT**

This results announcement is published on the website of Hong Kong Exchange and Clearing Limited (“HKEx”) at [www.hkex.com.hk](http://www.hkex.com.hk) and on the Company’s website at [www.datronixhldgs.com.hk](http://www.datronixhldgs.com.hk). The annual report 2024 of the Company will be dispatched to the shareholders and will be available on the websites of HKEx and the Company in due course.

**DIRECTORS**

As at the date of this announcement, the Board of the Company comprises Mr. Siu Ronald (Chairman), Ms. Shui Wai Mei (Vice-Chairman), Mr. Sheung Shing Fai and Ms. Siu Nina Margaret as Executive Directors and Mr. Chung Pui Lam, Mr. Lee Kit Wah and Mr. Wong Wah Sang, Derek as Independent Non-executive Directors.

By order of the Board  
**SIU Ronald**  
Chairman

Hong Kong, 21 March 2025

*\* For identification purposes only*