Lever Style Corporation
利華控股集團
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 1346)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2025

INTERIM RESULTS

The board (the "**Board**") of directors (the "**Directors**") of Lever Style Corporation (the "**Company**" or "**Lever Style**") hereby announces the unaudited consolidated financial results of the Company and its subsidiaries (together, the "**Group**") for the six months ended 30 June 2025 ("**Period Under Review**"), together with the comparative figures for the six months ended 30 June 2024.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2025

		Six months ended 30 June	
		2025	2024
	Note	***US$***	*US$*
		(Unaudited)	(Unaudited)
Revenue	4	**91,400,662**	95,342,134
Cost of sales		**(65,177,749)**	(69,130,867)
Gross profit		**26,222,913**	26,211,267
Other income		**1,004,641**	356,399
Other gains and losses, net		**34,616**	117,100
Impairment loss on trade receivables, net		**(483,716)**	(2,424,913)
Selling and distribution expenses		**(10,882,254)**	(9,781,359)
Administrative expenses		**(9,353,805)**	(9,392,684)
Finance costs		**(16,758)**	(42,004)

	Notes	Six months ended 30 June 2025 US$ (Unaudited)	2024 US$ (Unaudited)
Profit before tax		**6,525,637**	5,043,806
Income tax expense	5	**(1,174,614)**	(739,707)
Profit for the period	6	**5,351,023**	4,304,099
Other comprehensive expense			
Item that may be reclassified subsequently to profit or loss:			
Exchange differences arising on translation of foreign operations		**27,953**	(45,826)
Total comprehensive income for the period		**5,378,976**	4,258,273
Profit/(loss) for the period attributable to:			
Owners of the company		**5,351,023**	4,304,099
Non-controlling interests		**–**	–
		5,351,023	4,304,099
Total comprehensive income/(expense) attributable to:			
Owners of the company		**5,378,976**	4,258,273
Non-controlling interests		**–**	–
		5,378,976	4,258,273
Earnings per share *(US cents)*	8		
– basic		**0.85**	0.68
– diluted		**0.84**	0.68

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2025

	Notes	**At 30 June 2025** *US$* **(Unaudited)**	At 31 December 2024 *US$* (Audited)
Non-current assets			
Plant and equipment		**2,609,751**	2,440,422
Right-of-use assets		**247,829**	705,218
Intangible assets		**1,584,860**	1,633,942
Deposit and other receivables		**1,233,563**	1,128,488
Total non-current assets		**5,676,003**	5,908,070
Current assets			
Inventories		**16,242,787**	13,651,652
Trade receivables	9	**30,181,840**	33,254,592
Deposits, prepayments and other receivables		**6,843,869**	8,153,477
Bank balances and cash		**33,165,793**	34,052,184
Total current assets		**86,434,289**	89,111,905
Current liabilities			
Trade payables	10	**20,322,145**	20,255,636
Other payables and accruals		**6,049,581**	7,395,132
Contract liabilities		**2,623,351**	2,470,727
Lease liabilities		**256,011**	779,162
Derivative financial liabilities		**284,485**	30,414
Tax payables		**1,224,592**	893,584
Total current liabilities		**30,760,165**	31,824,655
Net current assets		**55,674,124**	57,287,250
Total assets less current liabilities		**61,350,127**	63,195,320

	At 30 June 2025	At 31 December 2024
	US$	*US$*
	(Unaudited)	(Audited)
Non-current liabilities		
Lease liabilities	**4,548**	21,306
Deferred tax liabilities	**152,840**	152,840
Total non-current liabilities	**157,388**	174,146
NET ASSETS	**61,192,739**	63,021,174
EQUITY		
Share capital	**820,640**	820,640
Shares held under share award scheme	**(2,658,028)**	(891,333)
Reserves	**63,030,127**	63,091,867
TOTAL EQUITY	**61,192,739**	63,021,174

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 June 2025

1 GENERAL

Lever Style Corporation was incorporated in the Cayman Islands as an exempted company with limited liability on 27 February 2019. The addresses of the registered office of the Company is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands and the principal place of business of the Company is Room 16, Flat B, 1/F, Wing Tai Centre, 12 Hing Yip Street, Kwun Tong, Hong Kong.

Its immediate and ultimate holding company are Lever Style Holdings Limited ("**Lever Style Holdings**") and Imaginative Company Limited respectively. The ultimate controlling shareholder of the Company and its subsidiaries (collectively the "**Group**") is Mr. SZETO Chi Yan Stanley ("**Mr. SZETO**") (the "**Controlling Shareholder**").

The shares of the Company were listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") on 13 November 2019.

The condensed consolidated financial statements is presented in United States dollars ("**US$**"), which is the same as the functional currency of the Company.

2 BASIS OF PREPARATION AND PRESENTATION OF THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard 34 *Interim Financial Reporting* issued by the Hong Kong Institute of Certified Public Accountants ("**HKICPA**") as well as with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**").

The condensed consolidated financial statements have been prepared on the historical cost convention except for certain financial instruments, which are measured at fair values.

The accounting policies adopted in the preparation of the condensed consolidated financial information are consistent with those applied in the preparation of the Group's consolidated financial statements for the year ended 31 December 2024, which have been prepared in accordance with HKFRS Accounting Standard (which include all Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards ("**HKASs**") and Interpretations) as issued by the HKICPA and the disclosure requirements of the Hong Kong Companies Ordinance, except for the adoption of the amended HKFRS Accounting Standard as disclosed in note 3 below.

3 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The Group has adopted the following amended HKFRS Accounting Standard for the first time for the current period's financial statements.

Amendments to HKAS 21	*Lack of Exchangeability*

Amendments to HKAS 21 specify how an entity shall assess whether a currency is exchangeable into another currency and how it shall estimate a spot exchange rate at a measurement date when exchangeability is lacking.

The amendments require disclosures of information that enable users of financial statements to understand the impact of a currency not being exchangeable. As the currencies that the Group had transacted with and the functional currencies of group entities for translation into the Group's presentation currency were exchangeable, the amendments did not have any impact on the interim condensed consolidated financial information.

4 REVENUE AND SEGMENT INFORMATION

The Group is principally engaged in providing supply chain solutions in multiple apparel categories for notable brands. The Group's revenue represents the amounts received and receivable from the sales of garment to external customers. All revenue is recognised at the point in time when the customers obtain control of goods delivered.

Information reported to Mr. SZETO, being the chief operating decision maker of the Company, in order to allocate resources and to assess performance, focuses on the operating results of the Group as a whole as the Group's resources are integrated and no discrete operating segment financial information is reviewed. Accordingly, no operating segment information is presented and only entity-wide disclosures as below are presented.

Geographical information

Information about the Group's revenue from external customers is presented based on the home country (location of customers' headquarters) of customer's brands.

	Six months ended 30 June	
	2025	2024
	US$	*US$*
	(Unaudited)	(Unaudited)
United States of America	**56,641,999**	52,738,989
Europe	**20,912,964**	26,287,617
Oceania	**9,713,904**	15,146,797
Greater China#	**967,372**	473,314
Others	**3,164,423**	695,417
	91,400,662	95,342,134

Greater China primarily includes the Mainland China, Hong Kong, Macau and Taiwan.

All of the Group's identifiable non-current assets are located in the Mainland China and Hong Kong.

5 INCOME TAX EXPENSE

	Six months ended 30 June	
	2025	2024
	US$	*US$*
	(Unaudited)	(Unaudited)
Hong Kong Profits Tax:		
– Current tax	**924,464**	542,679
PRC Enterprise Income Tax (“**EIT**”)		
– Current tax	**156,928**	79,979
– Under provision in prior years	**12,666**	76,570
	169,594	156.549
Others		
– Current tax	**80,556**	–
– Deferred tax	**–**	40,479
	1,174,614	739,707

Hong Kong profits tax has been provided at 16.5% (2024: 16.5%) of the estimated assessable profits for the period, except for one subsidiary of the Group which is a qualifying entity under the two-tiered profits tax rates regime. For this subsidiary, the first HK$2,000,000 (2024: HK$2,000,000) of assessable profits are taxed at 8.25% (2024: 8.25%) and the remaining assessable profits are taxed at 16.5% (2024: 16.5%).

Tax on profits assessable in Mainland China has been calculated at the applicable enterprise income tax (“**EIT**”) rate of under the Law of the People’s Republic of China (the “**PRC**”). Subsidiaries in Mainland China are subject to EIT at 25% tax rate for the current period ended 30 June 2025 (2024: 25%). Certain subsidiaries of the Group are qualified as a small low-profit enterprise as their annual taxable income were less than RMB3,000,000 for both periods. The annual taxable income of a small low-profit enterprise shall be computed at a reduced rate of 25% (2024: 25%) of taxable income amount, and subjected to EIT at 20% (2024: 20%) tax rate.

6 PROFIT FOR THE PERIOD

	Six months ended 30 June	
	2025	2024
	US$	*US$*
	(Unaudited)	(Unaudited)
Profit for the period has been arrived at after charging:		
Directors' remuneration	**1,568,033**	2,103,729
Other staff costs		
– salaries and other allowances	**7,020,019**	6,176,802
– share based payment expense	**33,176**	20,286
– redundancy cost	**236,614**	–
– retirement benefit scheme contributions	**1,098,280**	1,039,342
Total staff costs	**9,956,122**	9,340,159
Cost of inventories as an expense	**65,177,749**	69,130,867
Depreciation of plant and equipment	**296,286**	263,026
Depreciation of right-of-use assets	**458,598**	474,663
Amortisation of intangible assets (included in selling and distribution expenses)	**49,082**	49,082
Expense relating to short-term leases	**51,007**	233,250

7 DIVIDENDS PAID

	Six months ended 30 June	
	2025	2024
	US$	*US$*
	(Unaudited)	(Unaudited)
Final, declared, of HK7 cents per ordinary share for 2024 (2023: HK6 cents per ordinary share)	**5,677,853**	4,866,761

The Board has declared an interim dividend for the six months ended 30 June 2025 of HK3 cents per share (six months ended 30 June 2024: HK3 cents).

8 EARNINGS PER SHARE

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

	Six months ended 30 June	
	2025	2024
	US$	*US$*
	(Unaudited)	(Unaudited)
Earnings:		
Profit for the purposes of calculating basic and diluted earnings per share	**5,351,023**	4,304,099

	Six months ended 30 June	
	2025	2024
Number of shares:		
Weighted average number of ordinary shares for the purpose of calculating basic earnings per share	**630,055,026**	634,756,012
Effect of dilutive potential ordinary shares:		
Share Award Scheme	**6,072,212**	1,263,082
Weighted average number of ordinary shares for the purposes of calculating diluted earnings per share	**636,127,238**	636,019,094

Shares purchased under the share-award scheme are deducted from total number of shares in issue for the purpose of calculating earnings per share.

9 TRADE RECEIVABLES

	At 30 June	At 31 December
	2025	2024
	US$	*US$*
	(Unaudited)	(Audited)
Trade receivables – contracts with customers	**31,769,469**	34,587,114
Provision on trade receivables	**(1,587,629)**	(1,332,522)
	30,181,840	33,254,592

The Group generally allows credit period of 30 to 60 days to its customers.

An ageing analysis of the trade receivables as at the end of the reporting period, based on the invoice date and net of loss allowance, is as follows:

	At 30 June	At 31 December
	2025	2024
	US$	*US$*
	(Unaudited)	(Audited)
0 to 30 days	**17,987,685**	23,335,134
31 to 60 days	**7,137,957**	5,963,129
Over 60 days	**5,056,198**	3,956,329
	30,181,840	33,254,592

10 TRADE PAYABLES

	At 30 June 2025 *US$* **(Unaudited)**	At 31 December 2024 *US$* (Audited)
Trade payables	**20,322,145**	20,255,636

The trade payables are non-interest-bearing and credit period on trade payables was up to 60 days.

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

	At 30 June 2025 *US$* **(Unaudited)**	At 31 December 2024 *US$* (Audited)
0 to 30 days	**19,620,228**	19,599,122
31 to 60 days	**355,088**	456,207
Over 60 days	**346,829**	200,307
	20,322,145	20,255,636

REVIEW AND FUTURE PROSPECTS

2025 started innocuously with the global economy still humming along despite the challenges posed by elevated interest rates and the unending wars in Ukraine and the Middle East. Then came 2 April, when Donald Trump unleashed the Liberation Day tariffs. Given imports are widely believed to account for over 98% of the US apparel market, the apparel industry has been very much caught in Trump's crosshairs.

Frequently-changing tariff policies have created vast uncertainties, causing many apparel brands with exposure to the US market to adopt a wait-and-see approach and sharply curtail their buying. The ripple effects are extending beyond buyers and suppliers of the US market, as large US buyers accelerated moving production to countries that are perceived to be tariff-light, thus crowding out capacity for smaller buyers and buyers from other regions, launching a game of global musical chairs.

Against this backdrop affecting the second quarter onwards, the board of directors of the Company is pleased to present the Group's interim 2025 results: revenues reached US$91.4 million, representing a 4.1% drop from the same period in 2024, while net profit grew 24.3% from the same period in 2024 to US$5.4 million. As of 30 June 2025, the Group remained debt-free and maintained a net cash position of US$33.2 million, despite having paid out US$5.7 million of 2024 dividends and US$2.2 million of accrued staff bonuses in the first half of 2025.

Even before the financial havoc created by Liberation Day tariffs, retailers' and brands' liquidity issues had already become more pervasive. As stated in the 2024 annual report's Chairman's Statement, customers' credit concerns caused the Group to intentionally ramp down business volume with two of our top five customers. Payment problems for one of those two have further deteriorated, resulting in the Group's making a sizable delinquent receivables claim on the credit insurer. Had the Group decided to continue growing its business with this customer, bad debts from receivables and work in progress inventory would have been substantially higher.

Having escaped relatively unscathed, the Group will continue to remain vigilant in controlling credit risks during these tumultuous times, as this conservatism helps protect the Group's bottom line even though it depresses the Group's top line. Having said that, stringent customers' credit controls can only help the Group minimize but not prevent bad debts, as the US$0.5 million of bad debt provisions, representing 0.5% of revenues, during this reporting period shows.

As the Chinese saying goes, with danger comes opportunity. With unpredictable tariff whiplashes, brands and retailers need versatility in their supply chains more than ever. The Group's asset-light business model with a pan-Asian production footprint helps apparel buyers diversify country-of-origin risks, putting us in strong position to continue to win market share.

With the industry in turmoil, more apparel suppliers are seeing the benefit of joining forces with Lever Style, thus increasing the Group's potential in merging with or acquiring companies that add to our strategic capabilities. While the Group has nothing to report as of yet in the first half of 2025, the board of directors of the Company remains hopeful that the Group can achieve inorganic growth in the second half of the year.

Notwithstanding the trade war, the Group has continued to make progress on digitalization and platformization. With the industry mired in navigating trade issues, the Group's lead in creating a two-way marketplace platform could only have further grown.

As per the disclosure to the stock exchange on 16 June 2025, Mr. William Tan, who joined the Group as COO in October 2022 and became CEO in April 2024, has continued to increase his shareholding of the Group. William's investment reflects management's commitment to drive towards the platformization vision and confidence in the Group's prospects.

In closing, while 2025 may prove to be the most difficult year for the apparel industry since COVID, the Group's strategic positioning and disciplined execution have given the Group reason to remain cautiously optimistic.

FINANCIAL REVIEW

Revenue

Following the ongoing internal risk control assessment, the Company identified payment collection concerns with one of our top five customers. As a precaution, we intentionally reduced business volume and suspended shipments to this customer, resulting sales decrease during the first half of 2025. Despite these challenges, the Group was able to minimize the impact through our multi-country production capability, high-mix-low-volume solutions, quick response supply chain and multi-category expertise to help our customers better respond to tariff uncertainties. Such competitive advantage allowed the Group to manage the general downtrend better, and on occasions, improve the share of wallet of our customers. Revenue of the Group decreased by approximately 4.1% from approximately US$95.3 million in the first half of 2024 to approximately US$91.4 million during the Period Under Review.

Cost of sales

Cost of sales mainly comprises material costs and subcontracting fees. Cost of sales decreased by approximately 5.7% from approximately US$69.1 million in the first half of 2024 to approximately US$65.2 million during the Period Under Review. Cost of sales as a percentage of total revenue decreased from approximately 72.5% in the first half of 2024 to 71.3% during the Period Under Review.

Gross profit and gross profit margin

Our gross profit remained flat as from approximately US$26.2 million in the first half of both 2024 and 2025. Gross profit margin increased from approximately 27.5% in the first half of 2024 to approximately 28.7% in the first half of 2025.

Profit for the Period Under Review

The Group recorded a net profit of approximately US$5.4 million for the six months ended 30 June 2025 (six months ended 30 June 2024: approximately US$4.3 million), representing a growth of approximately 24.3%. The increase in net profit for the Period Under Review is mainly due to the following factors:

- Other income increased by approximately US$0.6 million mainly due to more interests income on cash on hand, representing the strong cash position of the Group;

- The Group maintains robust internal controls and comprehensive insurance protection to safeguard our accounts receivable, ensuring minimal impairment losses. Through meticulous monitoring and systematic evaluation processes, our internal control mechanisms continue to accurately assess and manage credit risks, thereby mitigating potential losses. Impairment loss on trade receivables decreased by approximately US$1.9 million for the Period Under Review, underscoring the effectiveness of our risk management practices;

- Selling and distribution expenses rose by approximately US$1.1 million, primarily due to increase in staff costs. The Company has invested in leadership and talent pool to bolster supply chains across more regions, thereby enhancing our multi-country production capabilities; and

- The income tax expense increased by approximately US$0.4 million. The effective tax rate rose from around 14.7% in the first half of 2024 to approximately 18.0% during the Period Under Review. In the first half of 2024, certain subsidiaries had unutilised tax losses which were no longer available in the first half of 2025.

LIQUIDITY AND FINANCIAL RESOURCES

The Group maintains a healthy financial position. Bank balances and cash of the Group as at 30 June 2025 were approximately US$33.2 million (at 31 December 2024: US$34.1 million). As at 30 June 2025, the Group had net current assets of approximately US$55.7 million. The current ratio maintained at approximately 2.8 times as at both 30 June 2025 and 31 December 2024.

The Group obtained bank facilities to fulfil our working capital requirements and to finance our purchase of raw materials and payments to contract manufacturers. As at 30 June 2025, the Group had available banking facilities of approximately US$79.1 million. The amount of available bank facilities is considered sufficient for the Group's operation.

GEARING RATIO

Equity attributable to the Company amounted to approximately US$61.2 million at 30 June 2025 (31 December 2024: US$63.0 million). As at 30 June 2025, the gearing ratio of the Group was 0% (31 December 2024: 0%). The Group had no borrowings as at 30 June 2025. Gearing ratio is calculated based on the total debts (bank borrowings) divided by the total equity at the end of the period.

With the favorable cash and cash equivalents position of the Group, it has led to a net debt to equity ratio (total debts net of cash and bank balances divided by total equity at end of period) of approximately -54.2% as at 30 June 2025 (31 December 2024: -54.0%).

CONTINGENT LIABILITIES

As at 30 June 2025, the Group had no material contingent liability (31 December 2024: Nil).

EMPLOYEES AND REMUNERATION

As at 30 June 2025, the Group employed a total of 349 full-time employees (31 December 2024: 347 employees). For the six months ended 30 June 2025, the aggregate remuneration of the Group's employees (including Directors' remuneration) amounted to approximately US$10.0 million (six months ended 30 June 2024: US$9.3 million), representing an increase of approximately 6.6%.

The Company recognises that employees are one of the Group's most important assets. The Company strongly believes in hiring the right talent, nurturing and retaining them. The Group remunerates its staff according to their performance, qualifications and industry practices, and conducts regular reviews of its remuneration policy. Employees may receive bonuses and monetary rewards based on their performance and ratings in annual performance appraisals. The Group also offers rewards or other incentives to motivate the personal growth and career development of employees. The Company adopted the share option scheme and the co-ownership share award scheme with the objectives to recognise contributions made by the eligible employees, to motivate career development and to retain the eligible employees for the continual operation, growth and future development of the Group. Please see the paragraph headed "Share Option Scheme" and "Co-ownership Share Award Scheme" below for details.

INTERIM DIVIDEND AND CLOSURE OF REGISTER OF MEMBERS

An interim dividend of HK3 cents per share was declared by the Board for the six months ended 30 June 2025. The interim dividend is expected to be paid on or before Tuesday, 30 September 2025 to shareholders whose names appear on the register of members of the Company on Friday, 5 September 2025. For the purpose of ascertaining shareholders' entitlement to the interim dividend, the register of members of the Company will be closed from Thursday, 4 September 2025 to Friday, 5 September 2025, both days inclusive, during which period no transfer of shares will be registered. To qualify for the interim dividend, all properly completed transfer forms accompanied by the relevant share certificates must be lodged for registration with the Company's Hong Kong share registrar, Tricor Investor Services Limited at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong, for registration no later than 4:30 p.m. on Wednesday, 3 September 2025.

CORPORATE GOVERNANCE

The Board and the management of the Group are committed to the maintenance of good corporate governance practices and procedures. The Company has adopted the code provisions in the Corporate Governance Code (the "**CG Code**") set out in Appendix C1 to the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**") as its own code of corporate governance. The Board has reviewed the Company's corporate governance practices and is satisfied that the Company has been in compliance with all code provisions as set out in the CG Code contained in Appendix C1 of the Listing Rules during the Period Under Review.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Group has adopted the Model Code for Securities Transactions by directors of Listing Issuers (the "**Model Code**") set out in Appendix C3 to the Listing Rules as its code of conduct regarding directors' securities transactions. Upon specific enquiries being made of all Directors, each of them has confirmed that they have complied with the required standards set out in the Model Code during the Period Under Review. The Group has established written guidelines for relevant employees in respect of securities transactions. No incident of non-compliance with the written guidelines was noted during the Period Under Review.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

Other than the 12,524,000 shares of the Company purchased by the trustee which is disclosed in the Co-ownership Share Award Scheme section, during the six months ended 30 June 2025, neither the Company, nor any of its subsidiaries purchased, sold or redeemed any of the Group's listed securities.

SHARE OPTION SCHEME

The Company operates a share option scheme (the "**Share Option Scheme**"), which was adopted on 12 October 2019 (the "**Adoption Date**"), for the purpose of providing incentives or rewards to selected eligible participants for their contribution to the Group. Unless otherwise cancelled or amended, the Share Option Scheme will remain in force for 10 years from the Adoption Date.

There has been no movement in the Share Option Scheme during the Period Under Review.

CO-OWNERSHIP SHARE AWARD SCHEME

The Company operates a co-ownership share award scheme (the "**Share Award Scheme**"), which was adopted on 18 October 2021 (the "**Share Award Scheme Adoption Date**") and amended on 13 June 2023, for the purpose of recognizing and rewarding the contributions of certain eligible persons for the growth and development of the Group and providing them with incentives in order to retain them for the continual operation, development and long term growth of the Group and to attract suitable personnel for further development of the Group. Subject to any early termination as may be determined by the award committee pursuant to the rules of the Share Award Scheme, the Share Award Scheme shall be valid and effective for a term of ten years commencing from Share Award Scheme Adoption Date.

During the six months ended 30 June 2025, 12,524,000 shares of the Company have been purchased from the open market by the trustee of the Share Award Scheme pursuant to the rules of the Share Award Scheme.

EVENTS OCCURRED AFTER 30 JUNE 2025

There was no material event after 30 June 2025 that required to be disclosed.

AUDIT COMMITTEE

The Company has established an Audit Committee on 12 October 2019 in compliance with the CG Code with written terms of reference. The Audit Committee has four members, namely Mr. SEE Tak Wah, Mr. ANDERSEN Dee Allen, Ms. KESEBI Lale and Mr. LIU Gary, all of whom are independent non-executive Directors. Mr. SEE Tak Wah is the chairman of the Audit Committee and possesses the appropriate professional qualifications. The primary duties of the Audit Committee are to oversee the financial reporting system and internal control system of the Group, oversee the audit process, review and oversee the existing and potential risks of the Group and perform other duties and responsibilities as assigned by the Board. For the six months ended 30 June 2025, the Audit Committee met the independent auditors to discuss their findings during the audit of the consolidated financial statements for the year ended 31 December 2024. The Audit Committee reviewed the actions taken by management to address the findings and was satisfied with the work done. The Audit Committee also reviewed the work of the internal audit in examining the application of policies and internal controls in specific locations within the Group and was satisfied with the quality of the work undertaken. Nothing of a material nature was revealed and the Audit Committee proposed to the Board a small number of actions to strengthen compliance further that were adopted and are being implemented.

The Audit Committee has reviewed, together with the management of the Group, the accounting principles and policies adopted by the Group and discussed with them the unaudited condensed consolidated financial statements and interim results announcement of the Group for the six months ended 30 June 2025, recommending their adoption by the Board.

REMUNERATION COMMITTEE

The Company has established a Remuneration Committee on 12 October 2019 in compliance with the CG Code with written terms of reference. The Remuneration Committee has five members, Mr. ANDERSEN Dee Allen (an independent non-executive Director), Mr. SEE Tak Wah (an independent non-executive Director), Mr. SZETO Chi Yan Stanley (an executive Director), Ms. KESEBI Lale (an independent non-executive Director) and Mr. LIU Gary (an independent non-executive Director). Mr. ANDERSEN Dee Allen is the chairman of the Remuneration Committee. The primary duties of the Remuneration Committee are to establish, review and make recommendations to the Board on our Company's policy and structure concerning remuneration of the Directors and senior management, on the diversity policy of the Board and senior management, on the establishment of a formal and transparent procedure for developing policies concerning such remuneration, determine the terms of the specific remuneration package of each executive Director and senior management and review and approve performance-based remuneration by reference to corporate goals and objectives resolved by the Board from time to time.

NOMINATION COMMITTEE

The Company has established a Nomination Committee on 12 October 2019 in compliance with the CG Code with written terms of reference. The Nomination Committee has five members, Mr. SZETO Chi Yan Stanley (an executive Director), Mr. SEE Tak Wah (an independent non-executive Director), Mr. ANDERSEN Dee Allen (an independent non-executive Director), Ms. KESEBI Lale (an independent non-executive Director) and Mr. LIU Gary (an independent non-executive Director). Mr. SZETO Chi Yan Stanley is the chairman of Nomination Committee. The primary duties of the Nomination Committee are to review the structure, size and composition of the Board; assess the independence of the independent non-executive Directors and make recommendations to the Board on the appointment and re-appointment of Directors and succession planning for Directors; recommend to the Board suitably qualified persons to become a member of the Board and to review the structure, size, composition of the Board and board diversity on a regular basis and as required.

PUBLICATION OF INFORMATION ON THE WEBSITE OF THE STOCK EXCHANGE

This announcement is published on the websites of the Company (www.leverstyle.com) and the Stock Exchange (www.hkexnews.hk), and the interim report of the Company for the six months ended 30 June 2025 will be dispatched to the shareholders of the Company and published on the above websites in due course.

On behalf of the Board
Lever Style Corporation
SZETO Chi Yan Stanley
Chairman and Executive Director

Hong Kong, 17 July 2025

As at the date of this announcement, the Board comprises (i) Mr. SZETO Chi Yan Stanley (Chairman), Mr. TAN William and Mr. LEE Yiu Ming as executive Directors; and (ii) Mr. SEE Tak Wah, Mr. ANDERSEN Dee Allen, Ms. KESEBI Lale and Mr. LIU Gary as the independent non-executive Directors.