TEXWINCA HOLDINGS LIMITED
德永佳集團有限公司*

(Incorporated in Bermuda with limited liability)
(Stock Code: 321)
Websites: http://www.texwinca.com/
http://www.irasia.com/listco/hk/texwinca/

SUPPLEMENTAL ANNOUNCEMENT

Reference is made to the announcements of Texwinca Holdings Limited (the "**Company**") dated 10 June 2025 and 12 June 2025 (the "**Announcements**"), respectively, relating to the incident. Unless otherwise defined herein, capitalised terms used in this announcement shall have the same meanings as those defined in the Announcements.

The Board of the Company wishes to update its shareholders and potential investors of the recent review of the Company's risk management and internal control systems. This review was prompted by an incident involving an inadvertent dissemination of certain non-public financial information of the Group to unauthorised persons.

Regular Review Process

The Board, through the Audit Committee, conducts an annual review of the effectiveness and efficiency of the Company's risk management and internal control systems. The process includes:

- **Risk Evaluation:** Regular assessment of principal business risks and the control measures in place to mitigate, reduce, or transfer such risks.

- **Internal Audits:** Regular evaluation of the Group's risk management and internal control systems, conducted by the Internal Audit and Control Department.

- **External Auditor Discussions:** Regular engagement with the external auditor to review audit findings, internal controls, and financial reporting matters.

** For identification purposes only*

Significant Areas of Concern and Internal Control Deficiencies Related to the Incident

A thorough review following the incident revealed a key deficiency: the absence of strict enforcement of a mandatory two-tier checking or authorisation mechanism for outgoing emails containing sensitive data.

Remedial Measures Implemented

To address this deficiency and prevent future occurrences, the Company has implemented the following enhancements to its internal control system:

- **Encryption Requirements:** All emails containing sensitive information must be encrypted or password-protected before dissemination.

- **Two-Tier Checking Mechanism:** A mandatory process has been established, requiring a second designated staff member to review and approve any email with sensitive data prior to dissemination. Clear recordkeeping is maintained in the register, with both the preparer and checker required to provide their signatures, thereby ensuring full accountability and transparency for dissemination involving sensitive data.

- **Policy Revisions:** Internal policies on data confidentiality and email security have been updated and communicated to all relevant employees.

- **Audit Oversight:** The Internal Audit and Control Department will conduct regular compliance checks on these controls as part of its risk-based audit procedures. The Audit Committee will receive regular updates on the effectiveness of these controls, including reports on any exceptions or incidents.

On behalf of the Board
Chan Chi Hon
Company Secretary

Hong Kong, 11 August 2025

As at the date of this announcement, the executive directors of the Company are Mr. Poon Bun Chak, Mr. Poon Ho Tak, Mr. Ho Lai Hong, Mr. Ng Mo Ping and Mr. Wu Chi Hang; and the independent non-executive directors of the Company are Mr. Cheng Shu Wing, Mr. Law Brian Chung Nin, Ms. Lin Kit Yee Anna and Dr. Chan Yuk Mau Eddie.