EDA GROUP HOLDINGS LIMITED
EDA集團控股有限公司*

(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 2505)

PROFIT WARNING

This announcement is made by EDA Group Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong).

The board of directors of the Company (the "**Board**") hereby informs the shareholders (the "**Shareholders**") and potential investors of the Company that, based on its preliminary review of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2025 (the "**Reporting Period**") and other information currently available to the Board, the Group is expected to record a net profit of approximately RMB18 million to RMB21 million for the Reporting Period, representing a decline of between 30% to 40% as compared with that of the corresponding period in 2024.

The Group is expected to record an adjusted net profit (non-HKFRS measure, defined as net profit adjusted by adding back the listing expenses and share-based payments expenses in relation to share incentive plans) of approximately RMB20 million to RMB25 million for the Reporting Period, representing a decline of between 55% to 65% as compared with that of the corresponding period in 2024.

The above decline was primarily attributable to:

(1) due to the addition of leased overseas warehouses by the second half of 2024 and the first half of 2025, which usually need ramp up time to reach profitability; however, relevant operating costs have risen significantly due to the commencement of amortization of the related right-of-use assets, resulting in a decrease in gross profit margin;

(2) the tariff policy adjustments involved during the Reporting Period have increased the uncertainty of the market environment and intensified industry competition, leading to a continuous decline in the unit price of orders;

(3) both overseas logistics costs and labor costs rose, leading to a significant increase in overall costs during the Reporting Period.

The Board wishes to highlight that the "adjusted net profit" is not defined under the HKFRS Accounting Standards. It is defined by the Group as net profit adjusted by adding back listing expenses and share-based payments expenses in relation to share incentive plans (the "**Adjusted Items**"). The Board believes that the "adjusted net profit" would provide useful information to the Shareholders and potential investors of the Company in understanding and evaluating the operating performance of the Group by eliminating the financial effects of the Adjusted Items, which are either non-operating or one-off in nature and are not indicative of the actual operating performance of the Group.

The Board wishes to emphasise that the Company is still in the process of finalising the Group's interim consolidated results for the Reporting Period. The information contained in this announcement is only based on a preliminary review of the unaudited consolidated management accounts of the Group for the Reporting Period and other information currently available to the Board as at the date of this announcement, which have neither been audited or reviewed by the Company's auditors nor reviewed by the Company's audit committee and may be subject to finalisation and possible adjustments arising from further review. Shareholders and potential investors of the Company are advised to read carefully the interim results announcement of the Company for the Reporting Period, which is expected to be published on 22 August 2025.

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

By order of the Board
EDA Group Holdings Limited
Mr. Liu Yong
Executive Director and Chairman of the Board

Hong Kong, 18 August 2025

As at the date of this announcement, the Board comprises (i) Mr. Liu Yong, Ms. Li Qin and Mr. Cheung Man Yu as executive directors; (ii) Mr. Zuo Manlun and Mr. Luo Jianfeng as non-executive directors; and (iii) Mr. Chan Kwok Cheung Kevin, Mr. Ng Cheuk Him and Mr. Wong Ping Yee Natalis as independent non-executive directors.

* *For identification purpose only*