PAK TAK INTERNATIONAL LIMITED
(百德國際有限公司)*
(Incorporated in Bermuda with limited liability)
(Stock Code: 2668)

QUARTERLY UPDATE ON THE COMPANY'S ACTIONS IN RESOLVING THE DISCLAIMER OF OPINION

Reference is made to the announcement of the Company dated 30 June 2025 regarding the quarterly update in relation to the Company's actions in resolving the Disclaimer of Opinion (the "**Announcement**"). Unless otherwise stated, capitalised terms used herein shall have the same meanings as those defined in the Announcement.

UPDATE ON ACTION PLAN TO ADDRESS THE DISCLAIMER OF OPINION

The Company has been actively implementing its plans and measures as disclosed in the Annual Report to resolve the going concern issue. Since the publication of the Announcement and the interim results announcement dated 28 August 2025 for the six months ended 30 June 2025, the latest progress on these actions is set out below:

1. Restructuring of defaulted bank borrowings

Regarding Bank Loan 3 with principal amount of RMB22,567,000, the Company is in ongoing negotiations with the secured asset owner to resolve the remaining obligations, including interest and penalty charges.

Regarding Bank Loan 2 with principal amount of RMB279,000,000, the Group continues to advance the relevant legal and negotiation processes. The appeal process remains ongoing as at the date of this announcement. The management of the Group continues to engages in discussions with Hua Xia Bank, Shenzhen Branch regarding the extension of repayment, settlement of outstanding interests, and additional security requirements.

2. Financial support from substantial shareholder

The Company continues to maintain ongoing discussions with its substantial shareholder, Tengyue, to provide regular updates on the restructuring progress of the defaulted bank borrowings and to ensure that financial support will be made available by Tengyue when required.

3. Collection of receivables

The Group continues to take proactive steps to expedite the collection of receivables from customers, aiming to further strengthen cash flows and ensure adequate working capital for daily operations.

4. Additional banking facilities

To address its ongoing liquidity needs, the Group is still evaluating financing options through pledging certain investment properties as collateral to obtain additional banking facilities.

5. New business segment

The Group remains committed to developing its newly acquired iron ore mining and processing business segment as a key component of its long-term strategy. The Group is actively working to increase the operational capacity of its iron ore mining and milling operations, and is taking steps to enhance efficiency and scale up production. Although this segment is still in the process of scaling up to full operational capacity, the Board is confident in its long-term potential to generate sustainable profitability and positive cash flow, which will contribute to the Group's overall liquidity position in the future.

6. Other measures

The Group is in ongoing negotiations with an independent financial advisor regarding potential fund-raising activities. The Group will continue to explore various fund-raising options, including equity financing and/or debt financing, to further strengthen its financial position and support its ongoing business operations.

The Board wishes to emphasise that all restructuring efforts remain ongoing. The Company will provide further updates to shareholders in accordance with the Listing Rules as and when material developments arise.

By order of the Board
Pak Tak International Limited
Wu Zongchuan
Chairman and Chief Executive Officer

Hong Kong, 30 September 2025

As at the date of this announcement, the Board comprises Mr. Wu Zongchuan, Mr. Liu Weixiong and Mr. Lyu Zhengjun as executive Directors; Mr. Hang Chu Kwong as non-executive Director; and Ms. Chan Ching Yi, Ms. Li Yun and Mr. Li Wubo as independent non-executive Directors.

* *For identification purposes only*