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DAIDO GROUP LIMITED
大同集團有限公司*

(Incorporated in Bermuda and its members' liability is limited)

(Stock Code: 00544)

VOLUNTARY ANNOUNCEMENT
LETTER OF INTENT FOR A POTENTIAL ACQUISITION

This announcement is made by Daido Group Limited ("**Company**"), on a voluntary basis to keep the shareholders of the Company ("**Shareholders**") and potential investors informed of the latest business development of the Company.

LETTER OF INTENT

The board of directors ("**Board**") of the Company is pleased to announce that, on 30 December 2025, the Company entered into a non-legally binding letter of intent ("**Letter of Intent**"), pursuant to which:

(i) the Company, through a direct or indirect wholly-owned subsidiary, is expected to form a joint venture entity ("**JV**") in Delaware, the United States with a third party ("**JV Partner**"). The JV is expected to be owned as to 60% by the Company's subsidiary and 40% by the JV Partner;

(ii) the JV is expected to acquire ("**Potential Acquisition**") from two sellers ("**Sellers**") two data centers in the United States ("**Target Assets**") which are currently providing services for clients' Bitcoin mining. The Target Assets have a total capacity of 30 Megawatt. The aggregate consideration of the Potential Acquisition is expected to be US$11,400,000 (equivalent to approximately HK$88,920,000). Such consideration is subject to adjustments depending on the verification of power availability and the outcome of due diligence on the Target Assets to be conducted by the Company and the JV Partner, and will be finally determined in the Formal Agreement (as defined below);

(iii) subject to the Formal Agreement (as defined below), the Target Assets may include certain real property, power agreements, customer agreements, equipment, mining infrastructure, improvements, and all other assets used or held for use by the Sellers in connection with the provision of Bitcoin mining-related services; and

(iv) the JV and the Sellers will negotiate in good faith during and are expected to enter into a formal and binding agreement ("**Formal Agreement**") in respect of the Potential Acquisition within 45 days from the signing of the Letter of Intent (or such other period as agreed between the parties).

As at the date of this announcement, to the best of the knowledge, information and belief of the Board, having made all reasonable enquiries, each of the JV Partner, the Sellers and their respective ultimate beneficial owners is an independent third party of the Company and its connected persons (as defined under the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited ("**Listing Rules**")).

BENEFITS OF THE POTENTIAL ACQUISITION

The Company is an investment holding company and the main businesses of the Company and its subsidiaries ("**Group**") are the operation of cold storage and related services, trading and sale of food and beverages, and investment holding. The Company's existing businesses are experiencing certain challenges. Therefore, while continuing to strengthen its existing businesses, the Company has been exploring viable opportunities from time to time to diversify its businesses and broaden its source of revenue to ensure sustainable growth.

The Target Assets require the operation of specialised warehouse facilities for the computing equipment, the management of substantial electricity loads, and the maintenance of sophisticated thermal regulation systems. These factors are also key to the Group's current cold storage business. Thus, the Board considers that the Potential Acquisition represents a strategic extension of the Group's core expertise in managing energy-intensive industrial infrastructure.

Through the Potential Acquisition, the Group intends to act as a diversified high-end warehousing infrastructure operator, providing sophisticated, stable and temperature-controlled environment for assets of different nature. This "Infrastructure-as-a-Service" model, when no longer being limited to food and beverages as in the Group's current business, is expected to generate stable recurring income through space leasing and power management fees.

Furthermore, the acquisition of land and secured power capacity in the United States provides the Group with versatile industrial real estate assets that can be used for other computing sectors in high demand (such as AI data centers) in the future, thereby enhancing the long-term resilience and value of the Group's businesses and assets.

Based on the above, the Board considers that it is in the interests of the Company and the Shareholders as a whole to enter into the Letter of Intent to explore the potential diversification of the Company's businesses.

GENERAL

As at the date of this announcement, the terms and conditions of the Potential Acquisition are still being negotiated and no legally binding agreement has been entered into. If the Formal Agreement materialises, the Potential Acquisition may constitute a notifiable transaction of the Company under Chapter 14 of the Listing Rules. Further announcement(s) will be made by the Company in accordance with all applicable requirements of the Listing Rules as and when appropriate.

The Shareholders and potential investors of the Company should note that, the terms of the Potential Acquisition are still under negotiation and no formal and legally binding agreement in relation to the Potential Acquisition has been entered into as at the date of this announcement. Accordingly, the Potential Acquisition contemplated under the Letter of Intent may or may not materialise and the final terms (including the scope of Target Assets and consideration) may differ from those described herein. Shareholders and potential investors of the Company are reminded to exercise caution when dealing in the securities of the Company.

By order of the Board
Daido Group Limited
He Xinyu
Executive Director

Hong Kong, 30 December 2025

As at the date of this announcement, the Board comprises Executive Director, namely, Mr. He Xinyu; Non-executive Director, namely, Ms. Kwan Nga Chung; and Independent Non-executive Directors, namely, Mr. Leung Chi Hung, Ms. Li Dan and Mr. Lo Chi Wang.

* *For identification purpose only*