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KWUNG'S AROMA HOLDINGS LIMITED
曠世芳香控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1925)

DISCLOSEABLE TRANSACTION
SUBSCRIPTION OF INTEREST IN A FUND

SUBSCRIPTION OF INTEREST IN A FUND

Anhui Fenyuan, an indirectly wholly owned subsidiary of the Company, subscribed interest in the Fund amounting RMB50,000,000 on 5 January 2026, which was funded by the Group's surplus cash reserves.

IMPLICATION UNDER THE LISTING RULES

Certain applicable percentage ratios (as defined under the Listing Rules) in respect of the Subscription exceed 5% but are less than 25%. Accordingly the Subscription constitutes a discloseable transaction for the Company and is subject to notification and announcement requirements under Chapter 14 of the Listing Rules.

INTRODUCTION

Anhui Fenyuan, an indirectly wholly owned subsidiary of the Company, subscribed interest in the Fund amounting RMB50,000,000 on 5 January 2026.

THE SUBSCRIPTION AGREEMENT

The major terms of the subscription agreement are summarised as follows:

Date of subscription agreement:	5 January 2026
Parties:	(i) Anhui Fenyuan, as the subscriber; and
	(ii) Jihai Investment Company Limited* (上海霽海投資管理有限公司), as the fund manager

Name of the Fund:	Jihai Zhize Panshi Private Equity Investment Fund* (竹潤多元增利2號私募證券投資基金)
Investment strategies of the Fund:	To carry out asset allocation with a top-down approach, based on macroeconomic analysis and changes in overall market valuation levels, pursuing higher returns while reducing market risks.
Investment scope of the Fund:	Securities listed on stock exchanges of, bonds, securities repo, fixed-income securities, bank wealth management products, deposits, interbank certificates of deposit, futures, exchange-traded options, publicly offered securities investment funds, standardised debt financing instruments, asset-backed securities and asset-backed notes (excluding subordinated tranches), securities traded on the Shanghai Gold Exchange, total return swaps (including cross-border total return swaps), and over-the-counter options. This fund may participate in margin trading, Hong Kong Stock Connect trading, and IPO subscriptions, and may also lend its securities to securities finance companies as securities lending targets.
Subscription amount:	RMB50,000,000
Redemption:	Interests in the Fund can be redeemed at the option of the subscriber upon completion of the 90 days of subscription at no redemption cost
Management fee:	1% per annum on the net asset value of interest in the Fund, calculated and accrued on daily basis, and payable on monthly basis
Custody fee:	0.01% per annum on the net asset value of interest in the Fund, calculated and accrued on daily basis, and payable on quarterly basis
Operating service fee:	0.01% per annum on the net asset value of interest in the Fund, calculated and accrued on daily basis, and payable on quarterly basis

INFORMATION OF THE PARTIES

The Group

The Company is incorporated in Cayman Islands with limited liability and the Group is principally engaged in the design and manufacturing of home decoration products, comprising candles, home fragrance and home accessories in the PRC.

The Fund is open for subscription by eligible investors. To the best knowledge, information and belief of the Directors, and having made all reasonable enquiries, the Fund has wide investor bases.

The Fund Manager

Shanghai Zhurun Investment Company Limited* (上海竹潤投資有限公司) was established in 2019 under the laws of PRC and was registered as a private fund manager under the Asset Management Association of China in October 2019 (registration number: P1070287), which is principally engaged in asset management services in the PRC.

Shanghai Zhurun Investment Company Limited* (上海竹潤投資有限公司) is ultimately owned as to 60% by Mr. LE Zhengnan* (樂征楠) and 40% by Mr. LI Ye* (栗葉). To the best knowledge, information and belief of the Directors, and having made all reasonable enquiries, Shanghai Zhurun Investment Company Limited* (上海竹潤投資有限公司) and its ultimate beneficial owners are parties independent of and not connected with the Company and its connected persons.

Shanghai Zhurun Investment Company Limited* (上海竹潤投資有限公司) has extensive experience in fund management. Up to the date of this announcement, the Fund Manager has involved in managing 115 funds which have been registered.

REASONS FOR AND BENEFITS OF THE SUBSCRIPTION

The Directors are of the view that (i) the Subscription provides the Group with better return than fixed deposits generally offered by commercial banks in the PRC; (ii) the Subscription is funded by the Group's surplus cash reserves and have no impact to the Group's working capital position or operation; and (iii) appropriate wealth management with low risk exposure is conducive to enhancing the utilisation of capital and increasing income from idle funds of the Group.

Accordingly, the Directors consider that the Subscription is on normal commercial terms which are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

IMPLICATIONS UNDER THE LISTING RULES

As certain applicable percentage ratios (as defined under the Listing Rules) in respect of the Subscription and exceed 5% but are less than 25%, the Subscription constitutes a discloseable transaction for the Company and is subject to notification and announcement requirements under Chapter 14 of the Listing Rules.

DEFINITIONS

In this announcement, unless the context otherwise requires, the following terms shall have the following meanings:

"Board"	the board of Directors
"Company"	Kwung's Aroma Holdings Limited, a company incorporated in the Cayman Islands with limited liability, the issued shares of which are listed on the Main Board of the Stock Exchange (stock code:1925)
"Director(s)"	director(s) of the Company
"Fund"	Jihai Zhize Panshi Private Equity Investment Fund* (竹潤多元增利2號私募證券投資基金)
"Group"	the Company and its subsidiaries
"Hong Kong"	the Hong Kong Special Administrative Region of the PRC
"Listing Rules"	The Rules Governing the Listing of Securities on the Stock Exchange
"Anhui Fenyuan"	安徽芬緣芳香科技有限公司, a company established in the PRC with limited liability, and an indirectly wholly owned subsidiary of the Company
"PRC"	the People's Republic of China which, for the purpose of this announcement, excludes Hong Kong, the Macau Special Administrative Region of the PRC and Taiwan
"RMB"	Renminbi, the lawful currency of PRC
"Shareholder(s)"	holder(s) of the ordinary shares of HK$0.001 each in the share capital of the Company
"Stock Exchange"	The Stock Exchange of Hong Kong Limited

"Subscription"	subscription of interest in the Fund in an amount of RMB50,000,000 by Anhui Fenyuan on 5 January 2026
"%"	percentage

By order of the Board
Kwung's Aroma Holdings Limited
JIN Jianxin
Chairman

Hong Kong, 5 January 2026

As at the date of this announcement, the executive Directors are Mr. JIN Jianxin and Mr. TIAN Dong; and the independent non-executive Directors are Mr. LAI Chun Yu, Ms. XU Qiong and Mr. ZHOU Kai.

* *For identification purposes only*