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Shineroad International Holdings Limited

欣融國際控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 1587)

ANNUAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2025

FINANCIAL HIGHLIGHT

- The Group's revenue for the Reporting Year was RMB651.5 million, representing a decrease of 1.53% as compared to that of RMB661.6 million in 2024.
- The gross profit of the Group for the Reporting Year was RMB120.9 million, representing a decrease of 3.74% as compared to that of RMB125.6 million in 2024.
- The profit for the year and attributable to owners of the parent for the Reporting Year was RMB57.6 million, representing an increase of 31.81% as compared to that of RMB43.7 million in 2024.
- The basic and diluted earnings per share was RMB0.08 (2024: RMB0.06).
- The Board recommends the payment of a final dividend of HK1.50 cents (equivalent to approximately RMB1.35 cents) per ordinary share at HK\$10.2 million (equivalent to approximately RMB9.2 million) for the Reporting Year (2024: HK2.25 cents per ordinary share).

ANNUAL RESULTS

The board (the “**Board**”) of directors (the “**Directors**”) of Shineroad International Holdings Limited (the “**Company**”) is pleased to announce the consolidated results of the Company and its subsidiaries (the “**Group**”) for the year ended 31 December 2025 (the “**Reporting Year**”), together with the comparative figures for the year ended 31 December 2024 (the “**Previous Year**”).

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Year ended 31 December 2025

	<i>Notes</i>	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
REVENUE	4	651,482	661,645
Cost of sales		<u>(530,577)</u>	<u>(536,026)</u>
Gross profit		120,905	125,619
Other income and gains	4	26,737	2,107
Selling and distribution expenses		(25,943)	(24,371)
Administrative expenses		(39,115)	(40,547)
Impairment losses on financial assets, net		(137)	(67)
Other expenses		(982)	(3,100)
Finance costs		(443)	(677)
Share of profit of an associate		651	2,532
		<u>81,673</u>	<u>61,496</u>
PROFIT BEFORE TAX		81,673	61,496
Income tax expense	5	(24,057)	(17,810)
		<u>(24,057)</u>	<u>(17,810)</u>
PROFIT FOR THE YEAR		57,616	43,686
		<u>57,616</u>	<u>43,686</u>
Attributable to:			
Owners of the parent		57,616	43,686
		<u>57,616</u>	<u>43,686</u>
		57,616	43,686
		<u>57,616</u>	<u>43,686</u>
EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT:			
Basic and diluted (<i>RMB</i>)	7	0.08	0.06
		<u>0.08</u>	<u>0.06</u>

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
OTHER COMPREHENSIVE (LOSS)/INCOME		
Other comprehensive income/(loss) that may be reclassified to profit or loss in subsequent periods:		
Exchange differences on translation of foreign operations	<u>2,939</u>	<u>(2,203)</u>
Net other comprehensive income/(loss) that may be reclassified to profit or loss in subsequent periods	<u>2,939</u>	<u>(2,203)</u>
Other comprehensive (loss)/income that will not be reclassified to profit or loss in subsequent periods:		
Exchange differences on translation of the Company	<u>(3,985)</u>	<u>3,787</u>
Net other comprehensive (loss)/income that will not be reclassified to profit or loss in subsequent periods	<u>(3,985)</u>	<u>3,787</u>
OTHER COMPREHENSIVE (LOSS)/INCOME FOR THE YEAR, NET OF TAX	<u>(1,046)</u>	<u>1,584</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	<u>56,570</u>	<u>45,270</u>
Attributable to:		
Owners of the parent	<u>56,570</u>	<u>45,270</u>
	<u>56,570</u>	<u>45,270</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

31 December 2025

	<i>Notes</i>	2025 RMB'000	2024 RMB'000
NON-CURRENT ASSETS			
Property, plant and equipment		174,015	163,817
Right-of-use assets		32,225	33,577
Other intangible assets		9	10
Investment in an associate		—	106,628
Long-term time deposit		—	30,000
Deferred tax assets		513	2,936
Prepayments, other receivables and other assets		943	—
		<hr/>	<hr/>
Total non-current assets		207,705	336,968
CURRENT ASSETS			
Inventories		41,708	50,755
Trade receivables	8	87,378	101,562
Prepayments, other receivables and other assets		16,536	14,115
Amounts due from related parties		1,219	1,151
Pledged deposits		19,566	17,796
Financial assets at fair value through profit or loss		132,751	—
Time deposit		30,000	—
Cash and cash equivalents		186,819	185,175
		<hr/>	<hr/>
Total current assets		515,977	370,554
CURRENT LIABILITIES			
Trade payables	9	28,039	28,988
Other payables and accruals		34,744	70,041
Amounts due to related parties		5,155	5,494
Interest-bearing bank borrowings		16,189	31,960
Lease liabilities		1,154	1,258
Tax payable		2,159	6,191
		<hr/>	<hr/>
Total current liabilities		87,440	143,932
		<hr/>	<hr/>
NET CURRENT ASSETS		428,537	226,622
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		636,242	563,590
		<hr/>	<hr/>

	<i>Notes</i>	2025 RMB'000	2024 RMB'000
NON-CURRENT LIABILITIES			
Lease liabilities		1,004	1,620
Interest-bearing bank borrowings		80,945	61,757
Deferred tax liabilities		7,963	1,250
Other payables and accruals		4,075	—
Deferred income		1,200	—
		<hr/>	<hr/>
Total non-current liabilities		95,187	64,627
		<hr/>	<hr/>
NET ASSETS		541,055	498,963
		<hr/> <hr/>	<hr/> <hr/>
EQUITY			
Equity attributable to owners of the parent			
Share capital		5,681	5,681
Other reserves		535,374	493,282
		<hr/>	<hr/>
Total equity		541,055	498,963
		<hr/> <hr/>	<hr/> <hr/>

1. CORPORATE AND GROUP INFORMATION

Shineroad International Holdings Limited (the “**Company**”) was incorporated as an investment holding company in the Cayman Islands with limited liability under the laws of the Cayman Islands. The registered office address of the Company is Windward 3, Regatta Office Park, PO Box 1350, Grand Cayman KY1-1108, Cayman Islands.

During the year, Shineroad International Holdings Limited and its subsidiaries (collectively the “**Group**”) was principally engaged in the distribution of food ingredients and food additives.

The ultimate controlling shareholder of the Company is Mr. Huang Haixiao (known as the “**Controlling Shareholder**”).

Information about subsidiaries

Particulars of the Company’s principal subsidiaries are as follows:

Name	Place of incorporation/ registration and business	Date of incorporation	Nominal value of issued ordinary/ registered share capital	Percentage of equity attributable to the Company		Principal activities
				Direct	Indirect	
Shanghai Shineroad Food Ingredients Co., Ltd. ^(a)	People’s Republic of China (The “ PRC ”)/Chinese mainland	10 January 2011	RMB150,202,000	—	100%	Distribution of food ingredients and food additives
Beijing Shineroad Food Additives Co., Ltd. ^(a)	The PRC/Chinese mainland	10 July 2011	RMB15,000,000	—	100%	Distribution of food ingredients and food additives
Guangzhou Jieyang Food Technology Co., Ltd. ^(a)	The PRC/Chinese mainland	16 December 2010	RMB20,000,000	—	100%	Distribution of food ingredients and food additives
Shineroad Holding Limited	British Virgin Islands	1 December 2015	US\$50,000	100%	—	Investment holding
Shineroad Food Holding Limited	Hong Kong	9 December 2015	HK\$1	—	100%	Investment holding

Name	Place of incorporation/ registration and business	Date of incorporation	Nominal value of issued ordinary/ registered share capital	Percentage of equity attributable to the Company		Principal activities
				Direct	Indirect	
Shineroad Food Technology (Thailand) Co., Ltd.	Thailand	1 October 2019	THB2,250,000	—	99%	Distribution of food ingredients
Shineroad Food Holdings (Thailand) Co., Ltd.	Thailand	3 April 2019	THB3,000,000	—	99%	Investment holding
Shineroad Food Technology (Vietnam) Co., Ltd.	Vietnam	5 September 2019	US\$500,000	—	100%	Distribution of food ingredients
Shineroad Investment Vietnam Co., Ltd.	Vietnam	8 March 2019	US\$1,000,000	—	100%	R&D and distribution of food ingredients
Shanghai Xintaotao Technology Development Co., Ltd. ^(a)	The PRC/Chinese mainland	30 January 2023	RMB10,000,000	—	100%	Distribution of food ingredients
Shanghai Zhanrong Industrial Development Co., Ltd. ^(a)	The PRC/Chinese mainland	13 January 2023	RMB20,000,000	—	100%	Investment holding
Neo Shineroad Hong Kong Holdings Limited	Hong Kong	28 November 2022	HK\$10,000	—	100%	Investment holding

(a) Registered as domestic companies with limited liability under the laws of the PRC.

The above table lists the subsidiaries of the Company which, in the opinion of the directors, principally affected the results for the year or formed a substantial portion of the net assets of the Group.

2.1 BASIS OF PREPARATION

These financial statements have been prepared in accordance with HKFRS Accounting Standards (which include all Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards (“**HKASs**”) and Interpretations) as issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”) and the disclosure requirements of the Hong Kong Companies Ordinance. They have been prepared under the historical cost convention except for financial assets at fair value through profit or loss. These financial statements are presented in Renminbi (“**RMB**”) and all values are rounded to the nearest thousand except when otherwise indicated.

Basis of consolidation

The consolidated financial statements include the financial statements of the Company and its subsidiaries for the year ended 31 December 2025. A subsidiary is an entity (including a structured entity), directly or indirectly, controlled by the Company. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee (i.e., existing rights that give the Group the current ability to direct the relevant activities of the investee).

Generally, there is a presumption that a majority of voting rights results in control. When the Company has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- (a) the contractual arrangement with the other vote holders of the investee;
- (b) rights arising from other contractual arrangements; and
- (c) the Group’s voting rights and potential voting rights.

The financial statements of the subsidiaries are prepared for the same reporting period as the Company, using consistent accounting policies. The results of subsidiaries are consolidated from the date on which the Group obtains control, and continue to be consolidated until the date that such control ceases.

Profit or loss and each component of other comprehensive income are attributed to the owners of the parent of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control described above. A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction.

If the Group loses control over a subsidiary, it derecognises the related assets (including goodwill), liabilities, any non-controlling interest and the exchange fluctuation reserve; and recognises the fair value of any investment retained and any resulting surplus or deficit in profit or loss. The Group's share of components previously recognised in other comprehensive income is reclassified to profit or loss or retained profits, as appropriate, on the same basis as would be required if the Group had directly disposed of the related assets or liabilities.

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The Group has adopted amendments to HKAS 21 *Lack of Exchangeability* for the first time for the current year's financial statements. The Group has not early adopted any other standard or amendment that has been issued but is not yet effective.

Amendments to HKAS 21 specify how an entity shall assess whether a currency is exchangeable into another currency and how it shall estimate a spot exchange rate at a measurement date when exchangeability is lacking. The amendments require disclosures of information that enable users of financial statements to understand the impact of a currency not being exchangeable. As the currencies that the Group had transacted in and the functional currencies of overseas subsidiaries, joint ventures and associates for translation into the Group's presentation currency were exchangeable, the amendments did not have any impact on the Group's financial statements.

In addition, the HKICPA has issued amendments to Illustrative Examples on HKFRS 7, HKFRS 18, HKAS 1, HKAS 8, HKAS 36 and HKAS 37 *Disclosures about Uncertainties in the Financial Statements*, which added illustrative examples in the corresponding HKFRS Accounting Standards. These examples reflect existing requirements in the corresponding HKFRS Accounting Standards to report the effects of uncertainties in the financial statements using climate-related examples. Therefore, the amendments do not have an effective date or transitional provisions. The Group has considered the guidance in these illustrative examples and the amendments are not expected to have any significant impact on the Group's financial statements.

3. OPERATING SEGMENT INFORMATION

The Group's principal business is the distribution of food ingredients and food additives. For management purposes, the Group operates in one business unit based on its products, and has one reportable segment which is the distribution of food ingredients and food additives.

Information about geographical area

Since over 95% of the Group's revenue was generated from the distribution of food ingredients and food additives in the Chinese mainland and about 95% of the Group's identifiable non-current assets were located in the Chinese mainland, no geographical information is presented in accordance with HKFRS 8 *Operating Segments*.

Information about a major customer

Revenue from continuing operations of approximately RMB59,231,000 (2024: RMB52,791,000) was derived from sales to a single customer, including sales to a group of entities which are known to be under common control with that customer.

4. REVENUE, OTHER INCOME AND GAINS

An analysis of revenue is as follows:

	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>
Revenue from contracts with customers	<u>651,482</u>	<u>661,645</u>

Revenue from contracts with customers

(a) Disaggregated revenue information

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Types of goods		
Sale of food ingredients	379,074	347,126
Sale of food additives	<u>272,408</u>	<u>314,519</u>
Total revenue from contracts with customers	<u><u>651,482</u></u>	<u><u>661,645</u></u>
Timing of revenue recognition		
Goods transferred at a point in time	<u><u>651,482</u></u>	<u><u>661,645</u></u>

The following table shows the amounts of revenue recognised in the current reporting period that were included in the contract liabilities at the beginning of the reporting period:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Revenue recognised that was included in contract liabilities at the beginning of the reporting period:		
Sale of goods	<u><u>1,141</u></u>	<u><u>1,713</u></u>

(b) Performance obligations

Information about the Group's performance obligations is summarised below:

Sale of goods

The performance obligation is satisfied upon delivery of the goods and payment is generally due within 30 to 90 days from delivery, except for new customers, where payment in advance is normally required. The performance obligation is part of a contract that has an original expected duration of one year or less. Applying the practical expedient in HKFRS 15, information about the remaining performance obligations is not disclosed.

	2025	2024
	RMB'000	RMB'000
Other income		
Interest income	<u>580</u>	<u>1,500</u>
Gains		
Government grants*	—	459
Gain on deemed disposal of an associate	16,288	—
Fair value changes of financial investments at fair value through profit or loss	9,563	—
Others	<u>306</u>	<u>148</u>
	<u>26,157</u>	<u>607</u>
Total other income and gains	<u>26,737</u>	<u>2,107</u>

* These government grants are related to the subsidies received from the local government as industrial development incentives. There were no unfulfilled conditions and other contingencies attaching to government grants that had been recognised.

5. INCOME TAX

Hong Kong profits tax has been provided at the rate of 16.5% (2024: 16.5%) on the estimated assessable profits arising in Hong Kong during the year, except for one subsidiary of the Group which is a qualifying entity under the two-tiered profits tax rates regime. The first HK\$2,000,000 (2024: HK\$2,000,000) of assessable profits of this subsidiary are taxed at 8.25% (2024: 8.25%) and the remaining assessable profits are taxed at 16.5% (2024: 16.5%). Taxes on profits assessable elsewhere have been calculated at the rates of tax prevailing in the jurisdictions in which the Group operates.

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Current — Hong Kong		
Charge for the year	1,198	920
Underprovision/(overprovision) in prior years	154	(3)
Current — Chinese mainland		
Charge for the year	13,345	16,045
Underprovision in prior years	224	13
Deferred	9,136	835
	<u>24,057</u>	<u>17,810</u>
Total tax charge for the year	<u>24,057</u>	<u>17,810</u>

Pursuant to the rules and regulations of the Cayman Islands and BVI, the Company and certain of its subsidiaries are not subject to any income tax in the Cayman Islands and BVI.

The provision for current income tax in the Chinese Mainland is based on a statutory rate of 25% of the assessable profits of subsidiaries of the Group as determined in accordance with the PRC Corporate Income Tax Law.

6. DIVIDENDS

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Proposed final — HK\$0.015(approximately RMB0.0135) per ordinary share	<u>9,213</u>	<u>14,168</u>

The proposed final dividend for the year is subject to the approval of the Company's shareholders at the forthcoming annual general meeting.

On 16 May 2025, the directors proposed to declare the final dividend of HK\$0.022 (approximately RMB0.020) per ordinary share, amounting to RMB14,099,000 for the year ended 31 December 2024.

7. EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT

The calculation of the basic earnings per share amount is based on the profit for the year attributable to owners of the parent, and the weighted average number of ordinary shares of 680,000,000 (2024: 680,000,000) outstanding during the year.

The Group had no potentially dilutive ordinary shares outstanding during the years ended 31 December 2025 and 2024.

The calculations of basic and diluted earnings per share are based on:

	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>
Earnings		
Profit attributable to owners of the parent, used in the basic and diluted earnings per share calculations	<u>57,616</u>	<u>43,686</u>
	Number of shares	
	2025	2024
Shares		
Weighted average number of ordinary shares outstanding during the year used in the basic and diluted earnings per share calculation	<u>680,000,000</u>	<u>680,000,000</u>
Basic and diluted earnings per share (<i>RMB</i>)	<u>0.08</u>	<u>0.06</u>

8. TRADE RECEIVABLES

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Trade receivables	88,650	113,373
Impairment	(1,272)	(11,811)
	<hr/>	<hr/>
Trade receivables, net	<u>87,378</u>	<u>101,562</u>

The Group seeks to maintain strict control over its outstanding receivables to minimise credit risk. Overdue balances are reviewed regularly by senior management. In view of the aforementioned and the fact that the Group's trade receivables relate to various diversified customers, there is no significant concentration of credit risk. The Group does not hold any collateral or other credit enhancements over its trade and bills receivable balances. Trade receivables are non-interest-bearing.

An ageing analysis of the trade receivables as at the end of the reporting period, based on the invoice date and net of loss allowance, is as follows:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Within 3 months	86,693	99,558
3 to 6 months	685	2,004
	<hr/>	<hr/>
Total	<u>87,378</u>	<u>101,562</u>

The movements in the loss allowance for impairment of trade receivables are as follows:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
At beginning of year	11,811	11,751
Impairment losses	137	67
Write-off*	(10,661)	—
Exchange realignment	(15)	(7)
	<hr/>	<hr/>
At end of year	<u>1,272</u>	<u>11,811</u>

* The written-off amount was due from a single customer which was adjudged to be bankrupt.

9. TRADE PAYABLES

An ageing analysis of the trade payables as at the end of reporting period, based on the transaction date, is as follows:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Within 3 months	<u>28,039</u>	<u>28,988</u>

The trade payables are non-interest-bearing and are normally settled on terms of 7 to 90 days.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

Overview

The Group is one of the leading distributors and manufacturers of food ingredients and food additives in Asia with outstanding and innovative research and development capacity, which distinguishes it from other competitors in the industry and provides it with a unique edge to develop the Group's reputation and diversified customer networks. Leveraging its research and development capability, the Group will continue to build long-term strategic alliance and co-develop with its customers, so as to stay on course with the mission "To be the Most Reliable Partner in the Food Industry".

FINANCIAL REVIEW

For the Reporting Year, the Group's revenue was RMB651.5 million (Previous Year: RMB661.6 million). For the Reporting Year, the Group recorded profit of RMB57.6 million (Previous Year: RMB43.7 million).

Revenue

Revenue represents the net invoiced value of goods sold, after allowances for returns and trade discounts. The Group derives its revenue mainly from the distribution of food ingredients and food additives in the PRC. The Group's revenue for the Reporting Year was RMB651.5 million, representing a decrease of 1.53% as compared that of RMB661.6 million for the Previous Year and remains relatively stable.

An analysis of revenue, net is as follows:

	For the year ended	
	31 December	
	2025	2024
	RMB'000	RMB'000
	(Audited)	(Audited)
REVENUE		
Food ingredients	379,074	347,126
Food additives	272,408	314,519
	651,482	661,645

Cost of sales

The Group's cost of sales solely represents cost of goods sold, which mainly represents the cost of food ingredients and food additives purchased from suppliers. The Group's cost of sales for the Reporting Year was RMB530.6 million, representing a decrease of approximately 1.01% as compared to RMB536.0 million for the Previous Year. The decrease in cost of sales was primarily due to the decline in sales.

Gross profit and gross profit margin

Gross profit of the Group for the Reporting Year dropped by RMB4.7 million to RMB120.9 million (Previous Year: RMB125.6 million), and the gross profit margin decreased to 18.56% (Previous Year: 18.98%). The decrease in the gross profit margin was mainly due to the decrease of sales proportion of high-margin products.

Other income and gains

Other income and gains primarily consist of bank interest income, gain on deemed disposal of an associate, fair value changes of financial investments at fair value through profit or loss, government grants and others. Other income increased by RMB24.6 million or 1,171.43% from RMB2.1 million for the Previous Year to RMB26.7 million for the Reporting Year, which is mainly due to the gains recognised from the change in accounting treatment in the investment of Tianye.

An analysis of other income and gains, net is as follows:

	For the year ended	
	31 December	
	2025	2024
	RMB'000	RMB'000
	(Audited)	(Audited)
Other income and gains, net		
Bank interest income	580	1,500
Gain on deemed disposal of an associate	16,288	—
Fair value changes of financial investments at fair value through profit or loss	9,563	—
Government grants*	—	459
Others	306	148
	26,737	2,107

* There were no unfulfilled conditions and other contingencies attaching to government grants that had been recognised.

Selling and distribution expenses

Selling and distribution expenses primarily consist of staff salaries and benefits, transportation expenses, travelling expenses, rent and rates and others. The selling and distribution expenses increased by RMB1.5 million, or approximately 6.15% increase to RMB25.9 million for the Reporting Year from RMB24.4 million for the Previous Year. The increase was mainly attributed to the increase in labor costs of sales team.

Administrative expenses

Administrative expenses primarily consist of depreciation, entertainment, rent and rates, research and development, staff salaries and benefits and others. The administrative expenses decreased by RMB1.4 million, or approximately 3.46% decrease to RMB39.1 million for the Reporting Year from RMB40.5 million for the Previous Year. The decrease was mainly attributed to the decrease in labor costs and exhibition expenses.

Finance costs

The finance costs represent interests on other loans and interest on lease liability. Finance costs decreased by RMB0.3 million to RMB0.4 million for the Reporting Year from RMB0.7 million for the Previous Year. The decrease was mainly attributed to decrease in interest on lease liabilities.

Income tax expenses

The Group's income tax expenses increased by RMB6.3 million from RMB17.8 million for the Previous Year to RMB24.1 million for the Reporting Year. The increase was primarily due to pre-tax profit of the Year was higher than that of the Previous Year.

The major components of income tax expense of the Group in the condensed consolidated statement of profit or loss are:

	For the year ended	
	31 December	
	2025	2024
	RMB'000	RMB'000
	(Audited)	(Audited)
Current — Hong Kong		
Charge for the year	1,198	920
Underprovision/(overprovision) in prior years	154	(3)
Current — Chinese mainland		
Charge for the year	13,345	16,045
Underprovision in prior years	224	13
Deferred	9,136	835
	<hr/>	<hr/>
Total tax charge for the year	24,057	17,810

Profit for the Reporting Year

As a result of the foregoing, the profit for the Reporting Year increased by RMB13.9 million, or 31.81%, from RMB43.7 million for the Previous Year to RMB57.6 million for the Reporting Year. The Group remains in a healthy and sound liquidity position during the Reporting Year.

Outlook and prospects

The Asia-Pacific Innovation Center, with a total construction area of 40,816.13 square meters, officially opened on March 16, 2026. The facility now houses fully upgraded operations, including a comprehensive R&D laboratory, beverage innovation lab, product incubation center, dry and cold storage, logistics, and all office functions. The production line is expected to begin operations by the end of 2026, marking a significant milestone as Shineroad transitions from R&D and Trading into a new era that integrates R&D, Trading, and Incubation/Production. The Company believes that the opening of the Asia-Pacific Innovation Center will further expand the Group's business, broaden the portfolio of its self-developed formulated products and potential food ingredients, and support the Group's long-term growth.

We remain confident in our future prospects. Despite having global economic uncertainties, we anticipate to achieve strong revenue growth and to create value for the Shareholders. Going forward, our development initiatives mainly include:

- Continue to increase the sales of products with existing and new distribution rights:

With focus on the food service industry and the nutrition and care industry, we are looking into cooperations with distinctive brands to reinforce our competitive advantage.

- Continue to widen our brands and portfolio of self-developed formulated products and potential food ingredients.
- Continue to enhance our research and development capabilities.
- Continue to extensively identify potential strategic investment opportunities and seek to acquire high-quality target businesses and assets that create synergies for the Group.

CONTINGENT LIABILITIES

The Group did not have any material contingent liabilities as at 31 December 2025 (as at 31 December 2024: Nil).

CAPITAL COMMITMENTS

As at 31 December 2025, the Group had a total capital commitment of RMB10.5 million, which was primarily attributable to the construction contracts entered into but not yet performed or partially performed (as at 31 December 2024: RMB6.4 million).

CAPITAL STRUCTURE

There has been no change in the capital structure of the Company during the Reporting Year. The capital of the Company comprises RMB541.1 million as at 31 December 2025, representing an increase of RMB42.1 million as compared to RMB499.0 million as at 31 December 2024, which was attributable to the growth of net profit.

LIQUIDITY, FINANCIAL AND CAPITAL RESOURCES

Cash Flows

The following table is a condensed summary of the combined statements of cash flows of the Group for the years indicated:

	For the year ended	
	31 December	
	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>
	(Audited)	(Audited)
Net cash flow generated from operating activities	56,764	39,031
Net cash flow used in investing activities	(39,576)	(48,082)
Net cash flow (used in)/generated from financing activities	(14,497)	35,138
Effect of foreign exchange rate changes, net	(1,047)	1,586
Cash and cash equivalents at end of year	186,819	185,175

Cash flows generated from operating activities

For the Reporting Year, the Company had net cash from operating activities of approximately RMB56.8 million, which was primarily due to a profit before tax of approximately RMB81.7 million, as adjusted by non-cash items of gain on deemed disposal of an associate of approximately RMB16.3 million and gain on fair value changes of financial investments at fair value through profit or loss of approximately RMB9.6 million, a decrease in trade receivables of approximately RMB14.0 million and a decrease in inventories of approximately RMB8.8 million. This cash inflow was partially offset by an income tax paid of approximately RMB19.0 million, an increase in prepayments, other receivables and other assets of approximately RMB2.5 million.

Cash flows used in investing activities

For the Reporting Year, net cash used in investing activities amounted to RMB39.6 million which was primarily attributable to acquisition of property, plant and equipment of RMB39.6 million.

Cash flows (used in)/generated from financing activities

For the Reporting Year, the net cash used in financing activities amounted to RMB14.5 million, which was primarily attributable to the principal portion of lease payments of RMB1.3 million, the dividend paid of approximately RMB14.1 million and repayment of bank loans of approximately RMB52.1 million. This cash outflow was partially offset by the new bank loans of approximately RMB55.5 million.

NET CURRENT ASSETS

The following table sets forth the current assets and current liabilities as at the years and dates indicated:

	As at 31 December	
	2025	2024
	RMB'000	RMB'000
	(Audited)	(Audited)
Current assets		
Inventories	41,708	50,755
Trade receivables	87,378	101,562
Prepayment, deposits and other receivables	16,536	14,115
Amounts due from related parties	1,219	1,151
Financial assets at fair value through profit or loss	132,751	—
Time deposit	30,000	—
Pledged deposits	19,566	17,796
Cash and cash equivalents	186,819	185,175
Total current assets	515,977	370,554
Current liabilities		
Trade payables	28,039	28,988
Other payables and accruals	34,744	70,041
Amounts due to related parties	5,155	5,494
Interest-bearing bank borrowings	16,189	31,960
Lease Liabilities	1,154	1,258
Tax payable	2,159	6,191
Total current liabilities	87,440	143,932
Net current assets	428,537	226,622

The net current assets increased from RMB226.6 million as at 31 December 2024 to RMB428.5 million as at 31 December 2025. The increase was primarily due to the change in accounting treatment in the investment of Tianye and the increase in long-term deposits due within one year.

CASH POSITION

The Group's cash and cash equivalents balances as at 31 December 2025 amounted to RMB186.8 million, representing an increase of RMB1.6 million as compared to RMB185.2 million as at 31 December 2024, which was attributable to increase of profit and improvement of management efficiency.

As at 31 December 2025, the Group's total interest-bearing bank borrowings increased to RMB97.1 million from RMB93.7 million as at 31 December 2024, which was primarily due to increase in loans for Shineroad International Asia-Pacific Innovation Center project.

As at 31 December 2025, the gearing ratio, calculated as debt divided by total assets, was 25.2%, as compared with 29.5% as at 31 December 2024.

TREASURY POLICIES

The Group has adopted a prudent financial management approach towards its treasury policies and thus maintained a healthy liquidity position throughout the Reporting Year. The Group strives to reduce exposure to credit risk by performing ongoing credit assessments and evaluations of the financial status of its customers. To manage liquidity risk, the Board closely monitors the Group's liquidity position to ensure that the liquidity structure of the Group's assets, liabilities and other commitments can meet its funding requirements from time to time.

FOREIGN CURRENCY RISK

The Group's operational activities are mainly denominated in RMB. The Group is exposed to foreign currency risk primarily arising from purchase of goods by foreign currencies and bank deposits denominated in foreign currencies. The Group currently does not have a foreign currency hedging policy but it monitors foreign exchange exposure and will consider hedging significant foreign currency exposure should the need arise.

CHARGES ON THE GROUP'S ASSETS

As at 31 December 2025, there were no charges on the Group's assets (as at 31 December 2024: Nil).

MATERIAL ACQUISITIONS AND DISPOSALS

The Group did not have any material acquisitions and disposals of subsidiaries, associates and joint ventures during the Reporting Year.

SIGNIFICANT INVESTMENTS HELD

As at 31 December 2025, the Group held 28,125,200 shares, representing approximately 8.59% equity interest in Tianye Innovation Company (“**Tianye**”) which is principally engaged in planting, processing and sales of agricultural food including tropical fruits and vegetables. The investment cost incurred by the Group, being the consideration for acquiring the said shares in Tianye, was RMB78.8 million. Tianye’s shares are listed on the Beijing Stock Exchange Co. Ltd. (BSE stock code: 832024).

As at 31 December 2025, the Group’s financial assets at fair value through profit or loss amounted to RMB132.8 million, representing approximately 18.34% of the Group’s total asset as at 31 December 2025. The Group recorded unrealised gains on deemed disposal of an associate of RMB16.3 million and fair value changes of financial investments at fair value through profit or loss of RMB9.6 million during the Reporting Year.

The Group considers the performance of Tianye was satisfactory during the Reporting Year. Looking forward, the Group holds a positive view on the prospects of this investment and currently has no plan to change this investment.

Save as disclosed above, the Company did not hold any other significant investment with a value greater than 5% of the Company’s total assets as at 31 December 2025.

EMPLOYEES AND REMUNERATION POLICIES

The Group had 159 employees as at 31 December 2025. Remuneration is determined by reference to prevailing market terms and in accordance with the job scope, responsibilities, and performance of each individual employee.

The Company has adopted a share option scheme, pursuant to which the Directors and employees of the Group are entitled to participate. The local employees are also entitled to discretionary bonus depending on their respective performances and the profitability of the Group.

SUBSEQUENT EVENTS

Save as disclosed in this announcement, there was no important event affecting the Group that had occurred since the end of the Reporting Year.

SHARE OPTION SCHEME

On 31 May 2018, the then sole shareholder of the Company approved and conditionally adopted a share option scheme (the “**Share Option Scheme**”) to enable the Company to grant options to eligible participants as incentives and rewards for their contribution to the Group. For details of the principal terms of the Share Option Scheme, please refer to the section headed “Share Option Scheme” in Appendix IV to the prospectus of the Company dated 14 June 2018. No option has been granted during the Reporting Year.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES, INCLUDING SALE OF TREASURY SHARES

During the Reporting Year, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company’s listed securities (including sale of treasury shares (as defined in the Listing Rules)).

CORPORATE GOVERNANCE

During the Reporting Year, the Company has complied with the Code Provisions of the Corporate Governance Code as set out in Appendix C1 to the Rules Governing the Listing of Securities on the Stock Exchange (the “**Listing Rules**”), save for the deviation from Code Provision C.5.1 of the Corporate Governance Code.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the “**Model Code**”) as set out in Appendix C3 to the Listing Rules. Having made specific enquiry of all Directors, the Directors confirmed that they complied with the required standard as set out in the Model Code during the Reporting Year.

DIVIDEND

The Board takes into account the Group’s overall results of operation, financial position and capital requirements, among other factors, in considering the declaration of dividends. The Board recommended the declaration and payment of a final dividend of HK1.50 cents (equivalent to approximately RMB1.35 cents) (2024: HK2.25 cents (equivalent to approximately RMB2.08 cents)) per ordinary share at HK\$10.2 million (equivalent to approximately RMB9.2 million) out of the share premium account of the Company for the Reporting Year based on 680,000,000 shares in issue as at 31 December 2025. The payment of the final dividend is subject to the approval to be obtained at the forthcoming annual general meeting of the Company; the Directors being satisfied that there are no reasonable

grounds for believing that the Company is, immediately following the date on which the proposed final dividend is paid, unable to pay its debts as they fall due in the ordinary course of business; and the Company having complied with all requirements under the laws of the Cayman Islands and the Listing Rules regarding the payment of proposed final dividend out of the Share Premium Account. The final dividend will be paid in Hong Kong dollars and is expected to be paid on or around 16 June 2026. A notice convening the annual general meeting will be published and despatched to the Shareholders in due course.

CLOSURE OF REGISTER OF MEMBERS

The register of members of the Company will be closed from 11 May 2026 to 15 May 2026 (both days inclusive), during which period no transfer of shares will be registered. In order to qualify for attending and voting at the annual general meeting of the Company to be held on Friday, 15 May 2026, all properly completed transfer forms accompanied by the relevant share certificates must be lodged with the Company's branch share registrar in Hong Kong, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong not later than 4:30 p.m. on 8 May 2026.

The register of members of the Company will be closed from 26 May 2026 to 28 May 2026 (both days inclusive), during which period no transfer of shares will be registered. In order to qualify for the proposed final dividend, all properly completed transfer forms accompanied by the relevant share certificates must be lodged with the Company's branch share registrar in Hong Kong, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong not later than 4:30 p.m. on 22 May 2026.

AUDIT COMMITTEE

The audit committee of the Company (the "**Audit Committee**"), comprising three independent non-executive Directors, namely Mr. Tan Wee Seng, Mr. Chan Ka Kit and Mr. Meng Yuecheng, has reviewed with the management the annual results for the Reporting Year, accounting principles and practices adopted by the Group and discussed auditing, internal controls, risk management and financial reporting matters including a review of the annual financial information.

The Audit Committee considered that the annual results complied with all applicable accounting standard and the Listing Rules. The Audit Committee has also reviewed this announcement.

SCOPE OF WORK OF ERNST & YOUNG

The figures above in respect of this annual results announcement for the Reporting Year have been agreed with the Company's auditor, Ernst & Young, certified public accountants, to be consistent with the amounts set out in the Group's consolidated financial statements for the year. The work performed by Ernst & Young in this respect did not constitute an assurance engagement in accordance with Hong Kong Standards on Auditing, Hong Kong Standards on Review Engagements or Hong Kong Standards on Assurance Engagements issued by the Hong Kong Institute of Certified Public Accountants and consequently no assurance has been expressed by Ernst & Young on this announcement.

PUBLICATION OF THE DETAILED ANNUAL RESULTS AND ANNUAL REPORT

This results announcement is published on the website of the Stock Exchange at www.hkexnews.hk and the website of the Company at www.shineroad.com. The annual report of the Company for the Reporting Year containing all the information required by the Listing Rules will be despatched to its shareholders and published on the above websites in due course.

By order of the Board
Shineroad International Holdings Limited
Huang Haixiao
Chairman

Hong Kong, 26 March 2026

As at the date of this announcement, the executive Directors are Mr. Huang Haixiao, Ms. Huang Xin Rong and Mr. Dai Yihui and the independent non-executive Directors are Mr. Tan Wee Seng, Mr. Chan Ka Kit and Mr. Meng Yuecheng.