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**edenSOFT**  
**EDENSOFT HOLDINGS LIMITED**  
**伊登軟件控股有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock code: 1147)**

**ANNUAL RESULTS ANNOUNCEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2025**

**FINANCIAL HIGHLIGHTS**

- The Group's revenue for the year ended 31 December 2025 was approximately RMB877.7 million, representing a decrease of approximately 22.5% as compared to that for the year ended 31 December 2024 of approximately RMB1,132.6 million.
- The Group's gross profit for the year ended 31 December 2025 was approximately RMB106.5 million, representing a decrease of approximately 5.1% as compared to that for the year ended 31 December 2024 of approximately RMB112.3 million.
- The profit attributable to owners of the parent for the year ended 31 December 2025 was approximately RMB10.4 million, representing an increase of approximately 29.7% as compared to the profit attributable to owners of the parent for the year ended 31 December 2024 of approximately RMB8.0 million.
- The profit before tax for the year ended 31 December 2025 was approximately RMB9.5 million, representing an increase of approximately 22.7% as compared to the profit before tax for the year ended 31 December 2024 of approximately RMB7.7 million.
- The basic and diluted earnings per share for the year ended 31 December 2025 was approximately RMB0.51 cents, representing an increase of approximately 29.7% as compared to the basic and diluted earnings per share for the year ended 31 December 2024 of approximately RMB0.39 cents.
- The Board did not recommend the payment of a final dividend for the year ended 31 December 2025 (2024: HK0.18 cents per share).

The board (the “**Board**”) of directors (the “**Director(s)**”) of Edensoft Holdings Limited (the “**Company**”) is pleased to announce the annual results of the Company and its subsidiaries (together, the “**Group**”) for the year ended 31 December 2025 (the “**Year**”), together with the comparative figures for the year ended 31 December 2024 as below.

## CONSOLIDATED STATEMENT OF PROFIT OR LOSS

*Year ended 31 December 2025*

	<i>Notes</i>	<b>2025</b> <i>RMB'000</i>	2024 <i>RMB'000</i>
<b>REVENUE</b>	4	<b>877,748</b>	1,132,561
Cost of sales		<u>(771,201)</u>	<u>(1,020,268)</u>
Gross profit		<u><b>106,547</b></u>	<u>112,293</u>
Other income and gains/(losses)		<b>1,308</b>	1,803
Selling and distribution expenses		<b>(32,355)</b>	(33,113)
Administrative expenses		<b>(25,522)</b>	(25,651)
Research and development expenses		<b>(32,461)</b>	(39,987)
Other expenses		<b>(1,752)</b>	(3,320)
Impairment losses on financial and contract assets, net		<b>(5,538)</b>	(2,014)
Finance costs	6	<u>(776)</u>	<u>(2,310)</u>
<b>PROFIT BEFORE TAX</b>	5	<b>9,451</b>	7,701
Income tax credit	7	<u><b>954</b></u>	<u>320</u>
<b>PROFIT FOR THE YEAR</b>		<u><u><b>10,405</b></u></u>	<u><u>8,021</u></u>
Attributable to:			
Owners of the parent		<u><u><b>10,405</b></u></u>	<u><u>8,021</u></u>
<b>EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT</b>	9		
Basic and diluted			
– For profit for the year		<u><u><b>RMB0.51 cents</b></u></u>	<u><u>RMB0.39 cents</u></u>

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME**

*Year ended 31 December 2025*

	<b>2025</b> <i>RMB'000</i>	2024 <i>RMB'000</i>
<b>PROFIT FOR THE YEAR</b>	<b>10,405</b>	8,021
<b>OTHER COMPREHENSIVE INCOME/(LOSS)</b>		
Other comprehensive income that may be reclassified to profit or loss in subsequent periods:		
Exchange differences on currency translation	<b>667</b>	(445)
Other comprehensive income that will not be reclassified to profit or loss in subsequent periods:		
Exchange differences on currency translation of the parent	<b>(1,575)</b>	1,443
<b>OTHER COMPREHENSIVE (LOSS)/INCOME FOR THE YEAR, NET OF TAX</b>	<b>(908)</b>	998
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>	<b>9,497</b>	9,019
Attributable to:		
Owners of the parent	<b>9,497</b>	9,019

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

31 December 2025

		31 December 2025	31 December 2024
	<i>Notes</i>	<i>RMB'000</i>	<i>RMB'000</i>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment		1,840	562
Right-of-use assets		7,717	4,650
Goodwill		6,217	6,217
Other intangible assets		–	126
Prepayments, deposits and other receivables		493	–
Deferred tax assets		11,050	9,875
		<hr/>	<hr/>
Total non-current assets		27,317	21,430
		<hr/>	<hr/>
<b>CURRENT ASSETS</b>			
Inventories		54,754	120,278
Trade and bills receivables	10	189,331	182,161
Prepayments, deposits and other receivables	11	8,334	21,920
Contract assets		3,089	2,792
Pledged deposits		4,790	4,826
Cash and cash equivalents		100,692	84,239
		<hr/>	<hr/>
Total current assets		360,990	416,216
		<hr/>	<hr/>
<b>CURRENT LIABILITIES</b>			
Trade and bills payables	12	149,039	162,093
Other payables and accruals		14,646	6,264
Contract liabilities		7,796	24,084
Interest-bearing bank borrowings		–	38,034
Lease liabilities		3,416	1,984
Tax payable		2,901	3,094
		<hr/>	<hr/>
Total current liabilities		177,798	235,553
		<hr/>	<hr/>
<b>NET CURRENT ASSETS</b>		<b>183,192</b>	<b>180,663</b>
		<hr/>	<hr/>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<b>210,509</b>	<b>202,093</b>
		<hr/>	<hr/>

	<b>31 December 2025 RMB'000</b>	31 December 2024 RMB'000
<b>NON-CURRENT LIABILITIES</b>		
Lease liabilities	<b>3,390</b>	1,268
Deferred tax liabilities	<b>142</b>	32
	<hr/>	<hr/>
Total non-current liabilities	<b>3,532</b>	1,300
	<hr/>	<hr/>
Net assets	<b>206,977</b>	200,793
	<hr/> <hr/>	<hr/> <hr/>
<b>EQUITY</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	<b>18,654</b>	18,654
Reserves	<b>188,323</b>	182,139
	<hr/>	<hr/>
Total equity	<b>206,977</b>	200,793
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## NOTES

### 1. CORPORATE AND GROUP INFORMATION

Edensoft Holdings Limited is a limited liability company incorporated in the Cayman Islands on 4 September 2018. The registered office address of the Company is 71 Fort Street, P.O. Box 500, George Town, Grand Cayman KY1-1106, Cayman Islands.

The Company is an investment holding company. During the year, the principal activities of the subsidiaries were the provision of IT infrastructure services, IT implementation and supporting services and cloud and AI services in Chinese Mainland.

Under the Listing Rules, as at the date of this announcement, Aztec Pearl Limited, Ms. Ding Xinyun (“**Ms. Ding**”) and Green Leaf Development Limited (“**Green Leaf**”) are regarded as the Company’s controlling shareholders.

#### Information about subsidiaries

The Company’s subsidiaries are as follows:

Name	Place of incorporation/ registration and business	Issued capital	Percentage of equity attributable to the Company		Principal activities
			Direct %	Indirect %	
Frontier View Limited	British Virgin Islands	US\$1	100	–	Investment holding
Edensoft International Limited	Hong Kong	HK\$1	–	100	Provision of IT infrastructure services, IT implementation and supporting services and cloud and AI services
Edensoft Pte. Ltd.	Singapore	SG\$2.39	–	100	Provision of IT infrastructure services, IT implementation and supporting services and cloud and AI services
Shenzhen Yundeng Technology Limited (深圳市雲登科技有限公司) (“ <b>Shenzhen Yundeng</b> ”)*^	Chinese Mainland	RMB45,450,000	–	100	Provision of IT infrastructure services, IT implementation and supporting services and cloud and AI services
Eden Information Service Limited (深圳市伊登軟件有限公司) (“ <b>Eden Information</b> ”)^	Chinese Mainland	RMB30,345,000	–	100	Provision of IT infrastructure services, IT implementation and supporting services and cloud and AI services

Name	Place of incorporation/ registration and business	Issued capital	Percentage of equity attributable to the Company		Principal activities
			Direct %	Indirect %	
Dongguan Edensoft Limited (東莞市伊登軟件有限公司) ("Dongguan Edensoft") <sup>^</sup>	Chinese Mainland	RMB2,160,000	–	100	Provision of IT infrastructure services, IT implementation and supporting services and cloud and AI services
Shenzhen Heweiteng Technology Limited (深圳市合威騰信息技術有限公司) ("Shenzhen Heweiteng") <sup>^</sup>	Chinese Mainland	RMB1,000,000	–	100	Provision of IT implementation and supporting services and cloud and AI services
Shanghai Eden Yunlian Technology Co., Ltd. (上海市伊登雲聯技術有限公司) ("Shanghai Yunlian")	Chinese Mainland	–	–	100	Provision of IT infrastructure services, IT implementation and supporting services and cloud and AI services
Zhengzhou Tengyun Electronic Technology Co., Ltd. (鄭州市騰雲電子科技有限 公司) ("Zhengzhou Tengyun")	Chinese Mainland	–	–	100	Provision of IT infrastructure services, IT implementation and supporting services and cloud and AI services
Guangzhou Eden Zhisuan Technology Co., Ltd. (廣州市伊登智算技術有限 公司) ("Guangzhou Zhisuan")	Chinese Mainland	–	–	100	Provision of IT infrastructure services, IT implementation and supporting services and cloud and AI services
Henan Yideng Yingshu Technology Co., Ltd. (河南伊登贏數科技有限公司) ("Henan Yingshu")	Chinese Mainland	–	–	51	Provision of IT infrastructure services, IT implementation and supporting services and cloud and AI services

\* Shenzhen Yundeng is registered as a wholly-foreign-owned enterprise under Chinese Mainland law.

<sup>^</sup> The English names of these subsidiaries registered in Chinese Mainland represent the translated names of these companies as no English names have been registered.

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. To give details of other subsidiaries would, in the opinion of the directors, result in particulars of excessive length.

## 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) issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”), and the Hong Kong Companies Ordinance, and the disclosure requirements of the Hong Kong Companies Ordinance. They have been prepared under the historical cost convention, except for investment properties, derivative financial instruments, wealth management products and equity investments which have been measured at fair value. These financial statements are presented in Chinese 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 (collectively referred to as the “Group”) 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. 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 for translation into the Group's presentation currency were exchangeable, the amendments did not have any impact on the Group's financial statements.

### 2.3 ISSUED BUT NOT YET EFFECTIVE HKFRS ACCOUNTING STANDARDS

The Group has not applied the following new and amended HKFRS Accounting Standards, that have been issued but are not yet effective, in these financial statements. The Group intends to apply these new and amended HKFRS Accounting Standards, if applicable, when they become effective.

HKFRS 18	<i>Presentation and Disclosure in Financial Statements</i> <sup>2</sup>
HKFRS 19 and its amendments	<i>Subsidiaries without Public Accountability: Disclosures</i> <sup>2</sup>
Amendments to HKFRS 9 and HKFRS 7	<i>Amendments to the Classification and Measurement of Financial Instruments</i> <sup>1</sup>
Amendments to HKFRS 9 and HKFRS 7	<i>Contracts Referencing Nature-dependent Electricity</i> <sup>1</sup>
Amendments to HKFRS 10 and HKAS 28	<i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i> <sup>3</sup>
Amendments to HKAS 21	<i>Translation to a Hyperinflationary Presentation Currency</i> <sup>2</sup>
<i>Annual Improvements to HKFRS Accounting Standards – Volume 11</i>	Amendments to HKFRS 1, HKFRS 7, HKFRS 9, HKFRS 10 and HKAS 7 <sup>1</sup>

<sup>1</sup> Effective for annual periods beginning on or after 1 January 2026

<sup>2</sup> Effective for annual/reporting periods beginning on or after 1 January 2027

<sup>3</sup> No mandatory effective date yet determined but available for adoption

### 3. OPERATING SEGMENT INFORMATION

For management purposes, the Group is organised into business units based on their services and has three reportable operating segments as follows:

- IT infrastructure services: Assessing customers' needs and their existing IT environment and providing IT infrastructure services by advising them on the suitable hardware and/or software products that their IT environment would require, and procuring the relevant hardware and/or software products from IT product vendors and installing these IT products in customers' IT environment.
- IT implementation and supporting services: (i) the design of IT solutions, (ii) the development and/or implementation of solution-based software and/or hardware products, and (iii) the provision of technical and maintenance supporting services.
- Cloud and AI services: (i) Offering design, management and technical support for using cloud platforms which include the self-developed cloud platform and other third-party cloud platforms, (ii) Providing consulting services and solutions related to AI technology.

Revenue and expenses are allocated to the reportable segments with reference to revenue generated by those segments and the expense incurred by those segments. The measure used for reporting segment profit is gross profit. No inter-segment sales have occurred during the reporting period. The Group's other income and expense items, such as administrative expenses, and assets and liabilities are not measured under individual segments. Accordingly, neither information on segment assets and liabilities nor information concerning capital expenditure, depreciation and amortisation, interest income and interest expense is presented.

Information regarding the Group's reportable segments as provided to the Group's management for the purposes of resource allocation and assessment of segment performance is set out below:

	Year ended 31 December 2025			
	IT implementation and			Total
	IT infrastructure services	supporting services	Cloud and AI services	
	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
Reportable segment revenue	294,001	149,695	434,052	877,748
Reportable segment cost of sales	(258,942)	(112,129)	(400,130)	(771,201)
Reportable segment gross profit	<u>35,059</u>	<u>37,566</u>	<u>33,922</u>	<u>106,547</u>
	Year ended 31 December 2024			
	IT implementation and			Total
	IT infrastructure services	supporting services	Cloud and AI services	
	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
Reportable segment revenue	507,888	115,581	509,092	1,132,561
Reportable segment cost of sales	(462,101)	(93,172)	(464,995)	(1,020,268)
Reportable segment gross profit	<u>45,787</u>	<u>22,409</u>	<u>44,097</u>	<u>112,293</u>

### Geographical information

#### (a) Revenue from external customers

	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>
Chinese mainland	809,350	1,063,124
Hong Kong	68,398	69,437
	<u>877,748</u>	<u>1,132,561</u>

#### (b) Non-current assets

All non-current assets of the Group (excluding deferred tax assets) are located in Chinese mainland.

### Information about a major customer

Revenue of approximately RMB138,046,000 (2024: RMB259,334,000) 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/(LOSSES)

An analysis of revenue is as follows:

	2025 RMB'000	2024 RMB'000
Revenue from contracts with customers	<u>877,748</u>	<u>1,132,561</u>

#### Revenue from contracts with customers

##### (a) Disaggregated revenue information

##### For the year ended 31 December 2025

Segments	IT infrastructure services RMB'000	IT implementation and supporting services RMB'000	Cloud and AI services RMB'000	Total RMB'000
<b>Types of goods or services</b>				
Sale of software and/or hardware products and related services	294,001	–	–	294,001
Sale of solution-based software and/or hardware products and related services	–	84,042	156,866	240,908
IT supporting and maintenance services	–	28,077	–	28,077
IT design and implementation services	–	37,576	–	37,576
Cloud platform design services	–	–	277,186	277,186
Total revenue from contracts with customers	<u>294,001</u>	<u>149,695</u>	<u>434,052</u>	<u>877,748</u>
<b>Geographical markets</b>				
Chinese Mainland	271,836	134,111	403,173	809,120
Hong Kong	22,165	15,584	30,879	68,628
Total revenue from contracts with customers	<u>294,001</u>	<u>149,695</u>	<u>434,052</u>	<u>877,748</u>
<b>Timing of revenue recognition</b>				
Services transferred over time	–	65,653	277,186	342,839
Services transferred at a point in time	294,001	84,042	156,866	534,909
Total revenue from contracts with customers	<u>294,001</u>	<u>149,695</u>	<u>434,052</u>	<u>877,748</u>

For the year ended 31 December 2024

Segments	IT infrastructure services <i>RMB'000</i>	IT implementation and supporting services <i>RMB'000</i>	Cloud and AI services <i>RMB'000</i>	Total <i>RMB'000</i>
<b>Types of goods or services</b>				
Sale of software and/or hardware products and related services	507,888	–	–	507,888
Sale of solution-based software and/or hardware products and related services	–	54,029	241,123	295,152
IT supporting and maintenance services	–	24,240	–	24,240
IT design and implementation services	–	37,312	–	37,312
Cloud platform design services	–	–	267,969	267,969
	<u>507,888</u>	<u>115,581</u>	<u>509,092</u>	<u>1,132,561</u>
Total revenue from contracts with customers	<u>507,888</u>	<u>115,581</u>	<u>509,092</u>	<u>1,132,561</u>
<b>Geographical markets</b>				
Chinese Mainland	496,508	102,244	464,522	1,063,274
Hong Kong	11,380	13,337	44,570	69,287
	<u>507,888</u>	<u>115,581</u>	<u>509,092</u>	<u>1,132,561</u>
Total revenue from contracts with customers	<u>507,888</u>	<u>115,581</u>	<u>509,092</u>	<u>1,132,561</u>
<b>Timing of revenue recognition</b>				
Services transferred over time	–	61,552	267,969	329,521
Services transferred at a point in time	507,888	54,029	241,123	803,040
	<u>507,888</u>	<u>115,581</u>	<u>509,092</u>	<u>1,132,561</u>
Total revenue from contracts with customers	<u>507,888</u>	<u>115,581</u>	<u>509,092</u>	<u>1,132,561</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 and recognised from performance obligations satisfied in previous periods:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Revenue recognised that was included in the contract liabilities at the beginning of the reporting period:		
IT infrastructure services	10,714	16,134
IT implementation and supporting services	4,861	7,434
Cloud and AI services	7,921	10,028
	<u>23,496</u>	<u>33,596</u>

(b) **Performance obligations**

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

*Sale of software and/or hardware products and related services*

The performance obligation is satisfied upon delivery of the software and/or hardware products and related services and payment is generally due within 30 to 90 days from issuance of the invoices, except for new customers, where payment in advance is normally required. However, management considers the cost of installation services is insignificant and no transaction price is allocated to such services.

*Sale of solution-based software and/or hardware products and related integrated services*

The performance obligation is satisfied upon delivery of the solution-based software and/or hardware products and related integrated services, and payment is generally due within 30 to 90 days from delivery and customer acceptance, except for new customers, where payment in advance is normally required.

However, management considers the cost of installation services is insignificant and no transaction price is allocated to the services.

*IT supporting and maintenance services*

The performance obligation is satisfied over time on a straight-line basis as services are rendered and payment is generally due within 30 to 90 days upon completion of the services, except for new customers, where payment in advance is normally required.

*Cloud and AI solution services*

The performance obligation is satisfied over time on a straight-line basis as services are rendered and payment is generally due within 30 to 90 days upon completion of the services and customer acceptance.

*IT design and implementation services and Cloud platform design services*

The performance obligation is satisfied over time, using an input method to measure progress towards complete satisfaction of the services, as services are rendered and payment is generally due within 30 to 90 days upon completion of the services and customer acceptance, except for new customers, where payment in advance is normally required.

The amounts of transaction prices allocated to the remaining performance obligations (unsatisfied or partially unsatisfied) as at 31 December are as follows:

	<b>2025</b>	2024
	<b>RMB'000</b>	RMB'000
Amounts expected to be recognised as revenue:		
Within one year	<b>75,557</b>	77,308
More than one year	<b>99,877</b>	97,468
	<b>175,434</b>	174,776

The remaining performance obligations expected to be recognised in more than one year relate to Sale of solution-based software and/or hardware products and related services, IT supporting and maintenance services, IT design and implementation services and Cloud platform design services that are to be satisfied within 3 years. All the other remaining performance obligations are expected to be recognised within one year.

	<b>2025</b>	2024
	<i>RMB'000</i>	<i>RMB'000</i>
<b>Other income</b>		
Bank interest income	<b>519</b>	362
Government grants – related to income*	<b>631</b>	1,302
Tax subsidies	<b>122</b>	181
	<hr/>	<hr/>
Total other income	<b>1,272</b>	1,845
	<hr/>	<hr/>
<b>Gains/(Losses)</b>		
Gains on financial assets at fair value through profit or loss	<b>36</b>	–
Loss on disposal of a subsidiary**	<b>–</b>	(42)
	<hr/>	<hr/>
Total gains/(losses)	<b>36</b>	(42)
	<hr/>	<hr/>
Total other income and gains/(losses)	<b>1,308</b>	1,803
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\* Various government grants have been received from local government authorities in the Chinese Mainland as an encouragement for the Group's technological innovation. There are no unfulfilled conditions and other contingencies relating to these grants.

\*\* In 2024, the Group and its minority shareholder entered into a sales and purchase agreement, pursuant to which the Group agreed to sell and the minority shareholder agreed to purchase the 80% equity interest in its subsidiary (Shenzhen Shenghan Information Technology), at the consideration of RMB1.

## 5. PROFIT BEFORE TAX

The Group's profit before tax is arrived at after charging:

	<i>Notes</i>	<b>2025</b> <i>RMB'000</i>	2024 <i>RMB'000</i>
Cost of inventories sold	3	<b>659,072</b>	927,096
Cost of services provided	3	<b>112,129</b>	93,172
Depreciation of property, plant and equipment		<b>208</b>	216
Depreciation of right-of-use assets		<b>3,181</b>	3,002
Amortisation of other intangible assets		<b>126</b>	220
Auditor's remuneration		<b>1,240</b>	1,120
Lease payments not included in the measurement of lease liabilities		<b>41</b>	117
Research and development expenses		<b>32,461</b>	39,987
Employee benefit expense (including Directors' remuneration):			
Wages and salaries		<b>42,646</b>	40,387
Equity-settled share award expense		<b>54</b>	148
Pension scheme contributions		<b>10,347</b>	11,027
Total		<b>53,047</b>	51,562
Foreign exchange differences, net*		<b>147</b>	3,192
Impairment losses on financial assets and contract assets, net		<b>5,538</b>	2,014
Write-down of inventories to net realizable value		<b>413</b>	2,512
Loss on disposal of a subsidiary	4	<b>–</b>	42

\* Included in "Other expenses" in profit or loss.

## 6. FINANCE COSTS

An analysis of finance costs is as follows:

	<b>2025</b> <i>RMB'000</i>	2024 <i>RMB'000</i>
Interest on bank loans	<b>477</b>	2,081
Interest on lease liabilities	<b>299</b>	229
	<b>776</b>	2,310

## 7. INCOME TAX CREDIT

The Group is subject to income tax on an entity basis on profits arising in or derived from the jurisdictions in which members of the Group are domiciled and operate.

Pursuant to the rules and regulations of the Cayman Islands, the Company is not subject to any tax in the Cayman Islands.

Pursuant to the rules and regulations of the British Virgin Islands, the Group is not subject to any tax in the British Virgin Islands.

Hong Kong profits tax is applicable 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%).

Pursuant to the Chinese Mainland Income Tax Law and the respective regulations, subsidiaries of the Group operating in Chinese Mainland are subject to Corporate Income Tax at a rate of 25% (2024: 25%) on the taxable income. Preferential tax treatment is available to the Group's operating subsidiaries, Eden Information, Dongguan Edensoft, Shenzhen Yundeng, Zhengzhou Tengyun and Shenzhen Heweiteng, since Eden Information was recognised as a "High and New Technology Enterprise" and was entitled to a preferential tax rate of 15% (2024: 15%), and Dongguan Edensoft, Shenzhen Yundeng, Zhengzhou Tengyun and Shenzhen Heweiteng were recognised as Micro and Small Companies. Under the 2025 tax regime of Micro and Small Companies, Dongguan Edensoft, Shenzhen Yundeng, Zhengzhou Tengyun, Shenzhen Heweiteng, Guangzhou Zhisuan and Henan Yingshu are entitled to a preferential tax rate of 5% (2024: 5%) for the first RMB1,000,000 of assessable profits and the remaining assessable profits below RMB3,000,000 are taxed at 5% (2024: 5%).

The subsidiary of the Group operating in Singapore is subject to the corporate income tax rate of 17% for the year ended 31 December 2025 (2024: 17%).

The subsidiary of the Group operating in the United States is subject to a federal corporate income tax rate of 21% for the year ended 31 December 2025.

	<b>2025</b>	2024
	<b><i>RMB'000</i></b>	<i>RMB'000</i>
Current – Chinese Mainland		
– charge for the year	<b>111</b>	96
Deferred	<b>(1,065)</b>	(416)
Total tax credit for the year	<b><u>(954)</u></b>	<b><u>(320)</u></b>

A reconciliation of the tax expense applicable to profit before tax at the statutory rates for the jurisdictions in which the Company and its subsidiaries are domiciled to the tax credit at the effective tax rates, and a reconciliation of the applicable rates to the effective tax rates, are as follows:

	<b>2025</b>	2024
	<b>RMB'000</b>	RMB'000
Profit before tax	<b>9,451</b>	7,701
Tax at the statutory tax rate	<b>2,473</b>	1,925
Effect of preferential tax rate	<b>(903)</b>	(648)
Additional deduction for research and development expense	<b>(4,408)</b>	(3,573)
Expenses not deductible for tax	<b>273</b>	436
Tax losses utilised from previous periods	<b>(178)</b>	–
Tax losses not recognised	<b>1,789</b>	1,540
Tax credit at the Group's effective tax rate	<b>(954)</b>	(320)

Pursuant to the Chinese Mainland Corporate Income Tax Law, a 10% withholding tax is levied on dividends declared to foreign investors from the foreign investment enterprises established in Chinese Mainland. The requirement is effective from 1 January 2008 and applies to earnings after 31 December 2007. A lower withholding tax rate may be applied if there is a tax treaty between Chinese Mainland and the jurisdiction of the foreign investors. For the Group, the applicable rate is 10% and may be reduced to 5% if certain criteria could be met under the Double Taxation Arrangement (Hong Kong). The Group is therefore liable for withholding taxes on dividends distributed by those subsidiaries established in Chinese Mainland in respect of earnings generated from 1 January 2008.

As at 31 December 2025, no deferred tax (2024: Nil) has been recognised for withholding taxes that would be payable on the unremitted earnings that are subject to withholding taxes of the Group's subsidiaries established in Chinese Mainland. In the opinion of the Directors, it is not probable that these subsidiaries will distribute such earnings in the foreseeable future. The aggregate amounts of temporary differences associated with investments in subsidiaries in Chinese Mainland for which deferred tax liabilities have not been recognised totalled approximately RMB104,848,000 (2024: RMB94,775,000).

## 8. DIVIDENDS

The Board did not recommend the payment of a final dividend for the year ended 31 December 2025 (2024: HK0.18 cents per share).

The proposed dividend on ordinary shares is subject to approval at the annual general meeting and was not recognised as a liability as at 31 December 2025.

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

The calculation of the basic earnings per share amounts is based on the profit for the year attributable to ordinary equity holders of the parent, and the weighted average number of ordinary shares of 2,044,947,350 (2024: 2,044,947,350) outstanding during the year.

No adjustment has been made to the basic earnings per share amounts presented for the year ended 31 December 2025 in respect of a dilution as the Group had no potentially dilutive ordinary shares outstanding.

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

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
<b>Earnings</b>		
Profit attributable to ordinary equity holders of the parent, used in the basic earnings per share calculation	<u>10,405</u>	<u>8,021</u>
	<b>Number of shares</b>	
	2025	2024
<b>Shares</b>		
Weighted average number of ordinary shares outstanding during the year used in the basic earnings per share calculation	<u>2,044,947,350</u>	<u>2,044,947,350</u>

## 10. TRADE AND BILLS RECEIVABLES

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Trade receivables	209,788	172,328
Impairment	<u>(26,307)</u>	<u>(20,855)</u>
Trade receivables, net	183,481	151,473
Bills receivable	<u>5,850</u>	<u>30,688</u>
	<u>189,331</u>	<u>182,161</u>

The Group grants certain credit periods to customers, except for new customers, where payment in advance is normally required. The credit period for specific customers is considered on a case-by-case basis and set out in the sales contracts, as appropriate.

The Group seeks to maintain strict control over its outstanding receivables. Overdue balances are reviewed regularly by senior management.

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

	<b>2025</b>	2024
	<b>RMB'000</b>	RMB'000
Within 6 months	<b>157,790</b>	123,330
6 to 12 months	<b>15,442</b>	19,557
Over 12 months	<b>36,556</b>	29,441
	<b>209,788</b>	172,328

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

	<b>2025</b>	2024
	<b>RMB'000</b>	RMB'000
At beginning of year	<b>20,855</b>	18,774
Impairment losses	<b>5,452</b>	2,081
At end of year	<b>26,307</b>	20,855

The increase in the allowance for expected credit losses was mainly due to a net increase in trade receivables which were past due for over 1 year.

An impairment analysis is performed at each reporting date using a provision matrix to measure expected credit losses (ECLs). The calculation reflects the probability-weighted outcome, the time value of money and reasonable and supportable information that is available at the reporting date about past events, current conditions and forecasts of future economic conditions. Generally, trade receivables are written off if past due for more than three years and are not subject to enforcement activity.

Set out below is the information about the credit risk exposure on the Group's trade receivables using a provision matrix:

	<b>Less than 6 months</b>	<b>Ageing 6 to 12 months</b>	<b>Over 12 months</b>	<b>Total</b>
<b>As at 31 December 2025</b>				
Expected credit loss rate	<b>2.74%</b>	<b>13.68%</b>	<b>54.36%</b>	<b>12.54%</b>
Gross carrying amount (RMB'000)	<b>157,790</b>	<b>15,442</b>	<b>36,556</b>	<b>209,788</b>
Expected credit losses (RMB'000)	<b>4,324</b>	<b>2,112</b>	<b>19,871</b>	<b>26,307</b>
<b>As at 31 December 2024</b>				
Expected credit loss rate	2.20%	11.03%	54.29%	12.10%
Gross carrying amount (RMB'000)	123,330	19,557	29,441	172,328
Expected credit losses (RMB'000)	2,715	2,157	15,983	20,855

## 11. PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Non-current:		
Deposits and other receivables	<u>493</u>	<u>–</u>
Current:		
Prepayments	5,680	11,572
Deposits and other receivables	<u>2,654</u>	<u>10,348</u>
	<u>8,334</u>	<u>21,920</u>
Total	<u>8,827</u>	<u>21,920</u>

The financial assets included in the above balances relate to receivables for which there was no recent history of default and past due amounts. As at 31 December 2025 and 2024, the loss allowance was assessed to be minimal.

## 12. TRADE AND BILLS PAYABLES

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

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Within 30 days	130,510	154,339
31 to 60 days	13,028	3,868
61 to 90 days	517	1,337
Over 90 days	<u>4,984</u>	<u>2,549</u>
	<u>149,039</u>	<u>162,093</u>

The trade payables are non-interest-bearing and are normally settled on terms of 30 to 90 days. The carrying amounts of the trade payables approximate to their fair values.

## MANAGEMENT DISCUSSION AND ANALYSIS

### BUSINESS OVERVIEW

The Group is an integrated information technology (“IT”) solutions and cloud and AI services provider in Mainland China. Its business portfolio includes the provision of IT infrastructure services, IT implementation and supporting services and cloud and AI services.

The shares of the Company (the “Shares”) have been listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) by way of share offer on 13 May 2020 (the “Listing Date”). 500,000,000 ordinary Shares of the Company (comprising a public offer of 250,000,000 Shares to the public in Hong Kong and a placing of 250,000,000 Shares to selected professional, institutional and other investors), of an aggregate nominal value of HK\$5,000,000, have been offered for subscription at an offer price of HK\$0.25 per Share (the “Listing”). The Company has adopted the share award scheme on 9 November 2021 and provided supplementary information to Shareholders and potential investors of the Company in relation to eligible participants and plan limit of the Plan on 11 January 2022. On 23 March 2022, the Board has resolved to grant 44,947,350 Award Shares to 42 Selected Participants, all of whom are employees. As at the date of this announcement, the total issued Shares of the Company are 2,044,947,350.

### BUSINESS REVIEW AND OUTLOOK

#### I. GROUP BUSINESS REVIEW

As a pioneer in China’s IT services sector, the Group has drawn on more than twenty years of industry expertise to serve leading clients in diverse sectors, including finance, manufacturing, and education, since the AI 1.0 era, and has established a comprehensive professional services framework. This strong foundation supports the Company’s transition to its AI 2.0 strategy. In the meantime, with Chinese clients stepping up their global expansion, the Group has made overseas business expansion a strategic priority and has actively developed and established its international operations. Despite industry-wide profitability challenges, the Group remained one of the few to achieve profitability in AI applications, thanks to its mature commercialisation capabilities and a strong client base.

2025 marked a pivotal year for Edensoft’s AI strategy, as it transitioned from planning to large-scale commercial deployment. Through key technological advancements, product launches, strategic ecosystem partnerships, and prominent appearances at domestic and international forums, the Company built a mature product portfolio focused on Edensoft’s platforms and products, such as E-AI Enterprise Intelligent Assistant and eCopilot, forging deep collaborations with global technology leaders, including Microsoft, Amazon, NVIDIA, and Huawei. These efforts have effectively delivered financial profitability and increased brand recognition, providing a solid foundation for further industry applications and global expansion.

## **1. *The Group's Technical Achievements and Compliance Milestones in 2025***

On 7 January 2025, the Group attained the Analytics on Microsoft Azure professional certification under the Azure AI+DATA category, demonstrating Microsoft's official affirmation of the Group's expertise in planning and delivering analytics solutions on the Azure platform.

On 28 February 2025, the Group's wholly-owned subsidiary, Eden Information Service Limited\* (深圳市伊登軟件有限公司), was selected for the inaugural pilot list of value-added telecommunications businesses open to foreign investment, opening new pathways for market expansion.

On 6 June 2025, the Group's self-developed E-AI Enterprise Assistant and eCopilot products received certification from Huawei Kunpeng and Ascend regarding information technology application innovation. In the same month, their Huawei Kunpeng Zhanyi Compatible certifications were renewed once again, demonstrating the products' seamless integration with domestic ecosystems in performance, compatibility, and deployment.

On 11 September 2025, the Group's self-developed E-AI Multimodal Content Generation algorithm and core large model technologies secured filing with the Cyberspace Administration of China for deep synthesis services algorithms, a critical compliance milestone enabling large-scale enterprise market rollout.

## **2. *The Group's Product Launches and Market Debuts in 2025***

On 28 May 2025, the Group hosted the "eKey Acceleration, Intelligence Unleashed (e鍵加速 智啟伊始)" new product launch for eCopilot and related AI applications, releasing eCopilot globally. The product was simultaneously listed on overseas SaaS platforms and integrated into Huawei Cloud and Tencent Cloud ecosystems. At the conference, the Group entered into agreements with several partners, offering its products to leading firms in the finance, retail, and new energy sectors.

On 16 July 2025, at the 14th China Finance Summit – 2025, the Group's self-developed eCopilot received the Outstanding AI Innovation Application Award (傑出AI創新應用獎), underscoring high recognition of the product's strength and application value among industry peers.

On 22 December 2025, the eCopilot Office AI Assistant won the Practical Technology Innovation Award (實用技術創新類獎) at the 1st Shenzhen-Hong Kong-Macao Industry-Education Integration Skills Innovation and Application Competition.

### **3. *The Group's Ecosystem Partnerships and Strategic Alliances in 2025***

On 27 February 2025, the Group deepened AI collaboration with 4Paradigm. The parties will pool their resources in technology research and development and industry applications to collaboratively drive the deep integration of AI technologies across key sectors, including intelligent manufacturing, smart finance, and new retail.

On 11 April 2025, at Huawei Cloud's Ecological Conference 2025, the Group signed a cooperation agreement with Huawei Cloud for comprehensive collaboration across cloud desktops, CRM implementation, AI application development and related fields, with the aim of jointly developing a series of solutions.

On 23 April 2025, Edensoft showcased its AI solutions at the Microsoft Future Summit (微軟創想未來峰會).

On 17 June 2025, the Group's senior management visited NVIDIA's Beijing EBC and entered into a cooperation agreement with its partner Leap Zenith. The parties will focus on developing AI solutions for vertical industries, with the goal of releasing eCopilot software on the Leap Cloud and integrating it into all-in-one hardware solutions.

From 19–20 June 2025, as an AWS partner, the Group presented eCopilot and AWS solutions at the Amazon Web Services China Summit (亞馬遜雲科技中國峰會).

From 20–22 June 2025, as a lead partner at the Huawei Developer Conference, the Group co-launched the “Root Ecosystem, Smart Future – Huawei Cloud AI Application Innovation Pioneer Programme (根生態 智未來 – 華為雲AI應用創新領航計劃)” with Huawei Cloud.

On 30 July 2025, the Group joined Red Hat ISV Day, partnering on OpenShift for enterprise AI office ecosystems.

In October 2025, the Group's Intelligent Customer Service Platform reached the finals of the Microsoft Partner – Enterprise AI Agent Competition (微軟合作夥伴企業級AI Agent大賽), winning the User Experience Award (用戶體驗獎).

Between the end of 2025 and the beginning of 2026, the Group enhanced strategic ties with xFusion to launch AI office solutions based on the FusionXpark™ platform, blending hardware computing with AI applications.

#### **4. *The Group's Brand Influence and Market Accolades in 2025***

On 21 February 2025, at the Huawei Guangdong Partner Conference (華為廣東合作夥伴大會), the Group earned Huawei's Best Service Partner Award for its superior products and technological service capabilities.

On 29 July 2025, the Group participated in the World Artificial Intelligence Conference (WAIC), showcasing core AI products and digital solutions.

In August 2025, the Group was awarded the honour of one of the 30 Leading Companies of the Year 2025 by The Silicon Review, an international business magazine platform.

From 18-20 September 2025, at the 10th Huawei Connect, the Group secured the Partnership Award for Co-Creation and Mutual Success (共創共贏夥伴獎).

From 18-21 October 2025, the Group exhibited at the AI & Robotics Summit in Hong Kong. Chairman Ding Xinyun shared insights at a sub-forum of the summit.

On 1 November 2025, the Group was selected for the List of High-Quality Development Enterprises in Futian (福田區高質量發展企業榜單) in recognition of its innovative performance, and has been honoured as a Pioneer Enterprise in Rapid Advancement (極速先鋒企業).

On 5 November 2025, the Group appeared for the third time at the China International Import Expo, showcasing multiple AI products under the theme of new-quality productive forces.

On 22 November 2025, Chairman Ding Xinyun spoke at the Shenzhen Bay Tech Week event held in Silicon Valley. During her trip, the Group's US entity was established, marking a new phase in the Group's globalisation strategy.

On 15 December 2025, the Group was designated a Training Carrier for Lifelong Vocational Skills – High-Skills Talent Training Base (終身職業技能培訓載體–高技能人才培訓基地) in Shenzhen and received official accreditation.

## **5. *The Group's Financial Performance and Strategic Direction in 2025***

The results for 2025 underscore the efficacy of the Group's AI strategy. With its established commercialisation capabilities and the comprehensive roll-out of AI products, the Group emerged as one of the few enterprises to achieve profitability in AI applications. The IT implementation and commercial application services segment has seen a marked improvement in profitability, serving as a testament to the success of our strategic transformation.

Throughout 2025, the Group resolutely executed its strategic roadmap by deepening collaborations with leading vendors, including DeepSeek, NVIDIA, and xFusion. It explored and developed "out-of-the-box" AI hardware solutions designed to meet the growing demand for localised deployment. A service revitalisation programme was also initiated to drive industry-specific business alignment. The Group has planned to further deepen its presence in the finance, retail, and high-tech manufacturing sectors, aiming to create replicable, high-barrier industry-specific AI solutions.

## **II. FUTURE OUTLOOK**

Amid a continuous slowdown in the global economy and the rise of GenAI, the Group will continue to develop its stable core businesses while comprehensively introducing GenAI software and hardware, expanding into niche industry-specific segments, and delivering competitive, customised solutions that meet client needs.

### **1. *Continues to Steer the Future Development of GenAI***

In its future development, the Group will further deepen cooperation with global leading AI and software/hardware vendors such as DeepSeek and NVIDIA, fully leveraging their leadership strength in GenAI technologies, particularly their technological resources in natural language processing, deep learning, and big data analytics to accelerate implementation and application of GenAI technologies. It will also explore the deep integration of AI with hardware, developing more "out-of-the-box" AI hardware solutions to meet the huge market demand for localised AI.

### **2. *Carries out the Industry-Specific Organisational Restructuring***

In today's market economy, the emergence of niche segments has intensified industry competition. With precise positioning in target markets, the Group can better meet the needs of specific customer groups, thereby gaining a competitive advantage. In corporate operations, the Group will continuously optimise its organisational structure and develop its businesses with an industry-specific approach. Tailored and specialised adjustments will be made based on the characteristics of and demands in key industries to enhance customer satisfaction,

improve market competitiveness, and promote sustainable business development. By deeply understanding industry trends, client needs, and the market environment, the enterprise can formulate and implement strategies more effectively and optimise its products and services.

### **3. *Focus on Vertical Deep Applications in Industries***

Future AI development will go beyond general-purpose tools. The Group will shift to deep cultivation of key industries such as finance, retail, and high-tech manufacturing, and to the creation of replicable, high-barrier, industry-specific AI solutions, so as to realise an upgrade from “project delivery” to “standardised products + industry templates”.

### **4. *Accelerates Strategic Mergers and Acquisitions for AI Ecosystem Integration***

On 10 February 2026, the Group announced its proposed acquisition of 100% equity interest in Kenfil Hong Kong Limited, an IT service provider with over 35 years of history, for HK\$3.0 million. The strategic intention of this acquisition is clear: to integrate Kenfil’s client channels and Microsoft collaboration ecosystem with the Group’s self-developed AI products, combining them with its mature software sales, training, and channels to build a more competitive one-stop solution of “product + service + training”. The goal is to accelerate expansion in the corporate IT and cloud services market in Hong Kong and surrounding regions. This can be seen as a key step in advancing AI product implementation and regional market expansion through external growth.

Looking ahead, the Group will continue to seek to expand and develop its business strategies through strategic investments, mergers and acquisitions, and other means to accelerate the expansion and development of the Company’s business strategy, so as to optimise its business structure and sustain business growth.

## **FINANCIAL REVIEW**

### **Revenue**

The Group’s revenue for the year ended 31 December 2025 (the “Year”) was approximately RMB877.7 million, representing a decrease of approximately RMB254.8 million, or approximately 22.5%, as compared to revenue of approximately RMB1,132.6 million for the year ended 31 December 2024. The overall decrease in revenue was primarily attributable to the revenue decline in the IT infrastructure services segment in the amount of approximately RMB213.9 million for the Year, compared with the same period of last year.

## Cost of sales

Cost of sales of the Group decreased by approximately RMB249.1 million, or approximately 24.4% from approximately RMB1,020.3 million for the year ended 31 December 2024 to approximately RMB771.2 million for the year ended 31 December 2025. The decrease was generally in line with the decrease in revenue of the Group during the Year.

## Gross profit and margin

	<b>2025</b> <i>RMB'000</i>	2024 <i>RMB'000</i>
Revenue	<b>877,748</b>	1,132,561
Cost of sales	<b>(771,201)</b>	(1,020,268)
Gross profit	<b>106,547</b>	112,293
Gross profit margin (%)	<b>12.1%</b>	9.9%

The gross profit of the Group decreased by approximately RMB5.7 million, or approximately 5.1%, from approximately RMB112.3 million for the year ended 31 December 2024 to approximately RMB106.5 million for the year ended 31 December 2025. This decrease was moderated compared to the decline in revenue, primarily due to improved profitability in the IT implementation and supporting services segment. The gross profit margin of the Group increased from approximately 9.9% for the year ended 31 December 2024 to approximately 12.1% for the year ended 31 December 2025, primarily driven by the improved profitability in IT implementation and supporting service segment.

## Other income and gains/(losses)

Other income and gains/(losses) of the Group decreased from approximately RMB1.8 million for the year ended 31 December 2024 to approximately RMB1.3 million for the year ended 31 December 2025, representing a decrease of approximately 27.5%. Such decrease was primarily due to a reduction in government grants recognized during the Year.

## Selling and distribution expenses

The selling and distribution expenses of the Group decreased from approximately RMB33.1 million for the year ended 31 December 2024 to approximately RMB32.4 million for the year ended 31 December 2025, representing a decrease of approximately 2.3% primarily attributable to effective cost control measures implemented during the Year.

### **Administrative expenses**

The administrative expenses of the Group decreased from approximately RMB25.7 million for the year ended 31 December 2024 to approximately RMB25.5 million for the year ended 31 December 2025, representing a decrease of approximately 0.5%. The administrative expenses remained relatively stable for the years ended 31 December 2024 and 2025.

### **Research and development expenses**

The research and development expenses of the Group decreased from approximately RMB40.0 million for the year ended 31 December 2024 to approximately RMB32.5 million for the year ended 31 December 2025, representing a decrease of approximately 18.8%. Such decrease was mainly due to strategic adjustments in the direction of certain projects, resulting in a short-term reduction in costs during the Year.

### **Other expenses**

Other expenses of the Group decreased from approximately RMB3.3 million for the year ended 31 December 2024 to approximately RMB1.7 million for the year ended 31 December 2025, representing a decrease of approximately 47.2%. Such decrease was mainly due to the Group's decreased foreign exchange losses during the Year.

### **Impairment losses on financial and contract asset**

Impairment losses on financial and contract asset of the Group increased from approximately RMB2.0 million for the year ended 31 December 2024 to approximately RMB5.5 million for the year ended 31 December 2025, representing an increase of approximately 175.0%. Such increase was mainly due to the increase of impairment losses on trade receivables during the Year.

### **Finance costs**

Finance costs of the Group decreased from approximately RMB2.3 million for the year ended 31 December 2024 to approximately RMB0.8 million for the year ended 31 December 2025, representing a decrease of approximately 66.4%. The decrease was primarily attributable to a reduction in bank borrowings during the Year.

### **Income tax credit**

Income tax credit of the Group increased from approximately RMB0.3 million for the year ended 31 December 2024 to approximately RMB1.0 million for the year ended 31 December 2025, representing an increase of approximately 198.1%. The increase in the deferred tax credit was primarily due to the increase of impairment losses on trade receivables during the Year.

## **PROFIT FOR THE YEAR**

As a result of the foregoing, the Group recorded a profit for the year of approximately RMB10.4 million for the year ended 31 December 2025, representing an increase of approximately 29.7%, as compared to a profit for the year of approximately RMB8.0 million for the year ended 31 December 2024. Such increase was primarily due to (i) the improvement in gross profit margin despite a decline in revenue; and (ii) effective cost control measures which resulted in a decrease in operating expenses during the Year.

## **PLEDGE OF ASSETS**

As at 31 December 2025, pledged bank deposit amounting to approximately RMB4.8 million were restricted due to the reason of judicial freezing in relation to the Lawsuit (as defined in the paragraph headed “Litigation and Contingent Liabilities” in this announcement) (31 December 2024: approximately RMB0.35 million to secure the acceptance bill and letters of guarantee of the Group and the pledged bank deposit amounting to approximately RMB4.8 million were restricted due to the judicial freezing in relation to the lawsuit of the Group in 2024).

## **CAPITAL EXPENDITURE AND COMMITMENTS**

As at 31 December 2025, the Group had capital expenditure amounted to approximately RMB68,000 (31 December 2024: RMB36,000) in relation to the purchase of property, plant and equipment in the PRC. The Group had no commitments (31 December 2024: nil) which had been contracted but not provided for as at 31 December 2025.

## **PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES**

As at 31 December 2025, the Group’s prepayments, deposits and other receivables were approximately RMB8.8 million, representing a decrease of approximately 59.7% as compared to approximately RMB21.9 million as at 31 December 2024. The decrease was primarily attributable to the absence of significant value-added tax (“VAT”) input receivables as at 31 December 2025, which were included in the balance as at the end of the prior year.

## **LITIGATION AND CONTINGENT LIABILITIES**

On 17 January 2022, Eden Information Service Limited\* (深圳市伊登軟件有限公司) (“**Eden Information**”, one of the Group’s subsidiaries) entered into a software sales agreement with its supplier (the “**Plaintiff**”). The parties were later in dispute over the payment of the contract sum of approximately RMB3.38 million (the “**Sum**”) and the Plaintiff filed a claim with the People’s Court of Nanshan District, Shenzhen City\* (深圳市南山區人民法院) (the “**Court**”) against Eden Information (the “**Lawsuit**”) on 30 April 2024.

The Plaintiff also applied to the court to freeze the bank accounts of Eden Information during the legal proceedings of the Lawsuit. As at 31 December 2024, the aggregate of the Sum together with the liquidated damages of approximately RMB4.8 million under the bank accounts of Eden Information have been frozen.

In 2025, Eden Information received a civil judgment from the Court in relation to the Lawsuit, pursuant to which, Eden Information was ordered to pay the Plaintiff approximately RMB3.5 million plus overdue payment penalties. The amounts have been recognized in the consolidated statement of profit or loss for the year ended 31 December 2025.

Save as disclosed above, as at 31 December 2025, the Group did not have any significant contingent liabilities (31 December 2024: nil).

## **LIQUIDITY AND FINANCIAL RESOURCES**

As at 31 December 2025, the Group's current assets were approximately RMB361.0 million (31 December 2024: RMB416.2 million), of which approximately RMB100.7 million (31 December 2024: RMB84.2 million) were cash and cash equivalents and approximately RMB4.8 million (31 December 2024: RMB4.8 million) were pledged deposits. As at 31 December 2025, the net asset value of the Group amounted to approximately RMB207.0 million, representing an increase of approximately 3.1% as compared to approximately RMB200.8 million at 31 December 2024. The increase in net asset value in 2025 compared to that of 2024 was primary due to the profit generated from the Group's business operations during the Year.

As at 31 December 2025, the Group's gearing ratio (calculated by dividing net debt by capital plus net debt) was approximately 22.9% (31 December 2024: 38.0%). Net debt is calculated as interest-bearing bank borrowings, lease liabilities, trade and bills payables, financial liabilities included in other payables and accruals, less cash and cash equivalents. Capital represents equity attributable to owners of the parent.

As at 31 December 2025, the share capital of the Company was approximately RMB18.7 million (31 December 2024: RMB18.7 million). The Group's reserves were approximately RMB188.3 million (31 December 2024: RMB182.1 million). As at 31 December 2025, the Group had total current liabilities of approximately RMB177.8 million (31 December 2024: RMB235.6 million), mainly comprising trade and bills payables, interest-bearing bank borrowings, contract liabilities, and other payables and accruals. The total non-current liabilities of the Group amounted to approximately RMB3.5 million (31 December 2024: RMB1.3 million), which mainly represented lease liabilities.

## **CAPITAL STRUCTURE OF THE GROUP**

As at 31 December 2025, the capital structure of the Group consists of (i) debts, which include lease liabilities of approximately RMB6.8 million, trade and bills payables of approximately RMB149.0 million, financial liabilities included in other payables and accruals of approximately RMB6.2 million; and (ii) equity reserves attributable to owners of the parent of approximately RMB207.0 million, comprising issued share capital and various reserves.

As at 31 December 2025, financial liabilities included in other payables and accruals were non-interest bearing and were repayable within one year. All interest-bearing bank borrowings are repayable within one year. The contractual interest rate on bank borrowings was in line with LPR. LPR, i.e., Loan Prime Rate (貸款市場報價利率), which stood for the loan base rates announced by the National Interbank Lending Centre (全國銀行間同業拆借中心) of Chinese Mainland.

The Group's monetary assets, liabilities and transactions are mainly denominated in RMB. The Group was not engaged in any hedging by financial instruments in relation to exchange rate risk. The Group is closely monitoring the risk and will apply appropriate hedging instruments when it is needed.

The Directors review the capital structure on a semi-annual basis. As part of this review, the Directors consider the cost of capital and the risks associated with each class of capital. Based on the recommendations of the management of the Company, the Group will balance its overall capital structure through new share issues and share buy-backs as well as the issue of new debts or the redemption of existing debts.

## **INTEREST RATE RISK**

Interest rate risk refers to the risk that the fair value of interest rate risk in relation to fixed rate bank borrowings. The Group is also exposed to cash flow interest rate due to fluctuation of prevailing market interest rate on bank deposits and bank borrowings carried at prevailing market interest rates. The Group however did not engage in any derivatives agreements and did not commit any financial instrument to hedge its interest rate risk during the year ended 31 December 2025. The management monitors the Group's interest rate exposure and will consider hedging significant interest rate exposure should the need arise.

## **USE OF PROCEEDS**

The Group intends to strengthen the market position and increase its market share by (i) continuing to strengthen and develop its R&D and IT services capabilities and further expand its cloud services; (ii) expanding its offices and enhancing its services capacity to capture business opportunities in different regions in Chinese Mainland; (iii) establishing technical services centres to further enhance its IT services; (iv) strengthening its marketing efforts and improving its brand recognition; and (v) maintaining fund for performance bond.

After deduction of all related listing expenses and commissions, the net proceeds from the Listing of the Shares on the Stock Exchange amounted to approximately HK\$74.0 million. Up to 31 December 2025, the Group has utilised all the net proceeds from the Listing of HK\$74.0 million in accordance with the purposes stated in the prospectus of the Company dated 23 April 2020.

## **SIGNIFICANT INVESTMENT, MATERIAL ACQUISITIONS OR DISPOSAL OF SUBSIDIARIES AND AFFILIATED COMPANIES**

During the year ended 31 December 2025, there were no significant investments held, material acquisitions or disposals of subsidiaries and affiliated companies by the Group.

## **FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS**

Save as the future plans or development of the Group's business as disclosed in the paragraphs headed "Business Review and Outlook – I. Group Business Review" under the section of "Management Discussion and Analysis" in this announcement, there was no specific plan for material investments or capital assets as at 31 December 2025.

## **EMPLOYEES AND REMUNERATION POLICIES**

As at 31 December 2025, the Group employed a total of 233 (31 December 2024: 231) employees. Total employee benefit expense (including Directors' remuneration) for the years ended 31 December 2025 and 2024 were approximately RMB53.0 million and approximately RMB51.6 million, respectively. Remuneration is determined with reference to market level of salaries paid by comparable companies, the respective responsibilities of the individual employee and the performance of the Group. In addition to a basic salary, benefits in kind and discretionary bonuses were offered to those employees according to the assessment of individual performance.

## **EVENTS AFTER THE REPORTING PERIOD**

On 10 February 2026, Professional Eternity Limited, a direct wholly-owned subsidiary of the Company, has acquired 100% equity interest in Kenfil Hong Kong Limited, a company incorporated in Hong Kong with limited liability, at a total consideration of HK\$3,000,000.

Save as disclosed above, there is no significant events occurred after the reporting period.

## **DIVIDEND**

The Board did not recommend the payment of a final dividend for the year ended 31 December 2025 (2024: HK0.18 cents per share).

## SHARE OPTION SCHEME

The Company has adopted the share option scheme on 14 April 2020 to attract and retain the best competent personnel, to provide additional incentive to employees (full-time and part-time), directors, consultants, advisers, distributors, contractors, suppliers, agents, customers, business partners and service providers of the Group and to promote the success of the business of the Group. No share options were granted, exercised or cancelled or lapsed from the Listing Date to 31 December 2025. As at 31 December 2025, there were no outstanding share options.

## SHARE AWARD PLAN

The Company has adopted a share award plan (the “**Plan**”) for the purpose of providing incentives and rewards to eligible participants who contribute to the success of the Group’s operations. Unless the context otherwise requires, capitalised terms used in this section shall have the same meanings as those defined in the announcements of the Company dated 9 November 2021, 11 January 2022 and 23 March 2022 in relation to the adoption of the Plan.

Eligible participants will be selected by the committee, which comprises Directors and senior management of the Group. The Plan became effective on 9 November 2021 (the “**Adoption Date**”) and, subject to any early termination in accordance with the rules of the Plan, the Plan shall be valid and effective for a term of 10 years commencing from the Adoption Date. As of the date of this announcement, it has a remaining life of approximately five years and seven months.

According to the Plan, any Award Shares shall either be (i) existing Shares as may be purchased by the trustee on the Stock Exchange or off the market; or (ii) new Shares to be allotted and issued to the trustee by the Company pursuant to general mandate or specific mandate granted by Shareholders at general meeting(s) of the Company from time to time. The maximum number of Shares to be subscribed for and/or purchased by the trustee for the purpose of the Plan shall not exceed 10% of the total number of issued Shares as at the Adoption Date (i.e. not exceed 200,000,000 Shares). On 23 March 2022, the Board has resolved to grant 44,947,350 Award Shares to 42 Selected Participants, all of whom are Employees (i.e. Class (I) Participants), under the Plan (the “**Grantee(s)**”). The Award Shares represent (i) approximately 2.25% of the issued share capital of the Company as at the Adoption Date and the date of this announcement (i.e. 2,000,000,000 Shares); and (ii) approximately 2.20% of the enlarged issued share capital after the allotment. No funds will be raised from the allotment and issue of the new Shares.

Further information about the Plan will be disclosed in the annual report of the Company for the year ended 31 December 2025.

## **PURCHASE, SALE OR REDEMPTION OF THE COMPANY’S SECURITIES**

There was no purchase, sale or redemption of the Company’s listed securities by the Company or any of its subsidiaries (including sale of treasury shares) during the year ended 31 December 2025. As of 31 December 2025, the Company did not hold any treasury share.

## **CORPORATE GOVERNANCE CODE COMPLIANCE**

The Company is committed to achieving high standards of corporate governance with a view to safeguarding the interest of the Shareholders. To accomplish this, save for the deviation from the code provision C.2.1 as set out below, the Company has complied with the code provisions set out in the Corporate Governance Code (“**CG Code**”) in Appendix C1 to the Listing Rules for the year ended 31 December 2025.

Code provision C.2.1 stipulates that the role of chairman and chief executive should be separate and should not be performed by the same individual. Ms. Ding Xinyun (“**Ms. Ding**”) is an executive Director, the chairman of the Board and the chief executive officer of the Company. In the view that Ms. Ding is one of the founders of the Group and has been operating and managing Eden Information Service Limited\* (深圳市伊登軟件有限公司), the major operating subsidiary of the Group since November 2002, the Board believes that the vesting of the roles of chairman and chief executive officer in Ms. Ding is beneficial to the business operations and management of the Group and will provide a strong and consistent leadership to the Group. To the best of knowledge of Directors, there is no relationship (including financial, business, family or other relationship(s)) between any Directors, chairman, chief executive officer and senior management of the Company.

The Directors will continue to review and consider splitting the roles of chairman and chief executive of the Company at a time when it is appropriate and suitable by taking into account the circumstances of the Group as a whole.

The amendments to the CG Code came into effect on 1 July 2025 and the requirements under the new CG Code will apply to the corporate governance reports and annual reports of the Company for the financial years commencing on or after 1 July 2025. The Company will continue to review and enhance the corporate governance practices to ensure compliance with the new CG Code and align with the latest developments.

## **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 as its own code of conduct governing securities transactions by the Directors. Following a specific enquiry made by the Company with each of them, all Directors confirmed that they had complied with the required dealing standards set out in the Model Code during the Year.

## **ANNUAL GENERAL MEETING**

The forthcoming annual general meeting of the Company (the “**AGM**”) will be held on Friday, 22 May 2026. A notice convening the meeting will be issued in due course.

## **CLOSURE OF REGISTER OF MEMBERS**

For the purpose of determining entitlement to attend and vote at the AGM, the register of members of the Company will be closed from Tuesday, 19 May 2026 to Friday, 22 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 AGM, all transfer of Shares accompanied by the relevant share certificates and transfer forms must be lodged with the Company’s branch share registrar and transfer office in Hong Kong, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong, no later than 4:30 p.m. on Monday, 18 May 2026. The record date for determining the identity of the Shareholders who are entitled to attend and vote at the forthcoming AGM is Friday, 22 May 2026.

## **AUDIT COMMITTEE AND REVIEW OF ANNUAL RESULTS**

An audit committee of the Board (the “**Audit Committee**”) was established on 14 April 2020 with its terms of reference in compliance with the Listing Rules. The Audit Committee consists of three members, namely, Mr. Leung Chu Tung, Ms. Zhu Weili and Mr. Cai Jiong, all being independent non-executive Directors. Mr. Leung Chu Tung currently serves as the chairman of the Audit Committee.

The Audit Committee is to assist the Board in fulfilling its responsibilities by providing an independent review and supervision of financial reporting, by satisfying themselves as to the effectiveness of the internal controls of the Group, and as to the adequacy of the external and internal audits.

The Audit Committee and the management of the Company have reviewed the accounting principles and practices adopted by the Group and the consolidated financial results of the Group for the year ended 31 December 2025. The Audit Committee is of the opinion that the consolidated financial results of the Group for the year ended 31 December 2025 complied with the applicable accounting standards, the requirements under the Listing Rules and other applicable requirements and that adequate disclosures have been made.

## **SCOPE OF WORK OF ERNST & YOUNG**

The financial figures in respect of the Group's consolidated statement of financial position, consolidated statement of profit or loss, consolidated statement of comprehensive income, and the related notes thereto for the year ended 31 December 2025 as set out in this preliminary announcement have been agreed by the Group's auditor, Ernst & Young, Certified Public Accountants, to the amounts set out in the Group's draft consolidated financial statements for the year and the amounts were found to be in agreement. The work performed by Ernst & Young in this respect did not constitute an audit, review or other 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 the auditor on this preliminary announcement.

## **PUBLICATION OF THE ANNUAL RESULTS ANNOUNCEMENT AND ANNUAL REPORT ON THE WEBSITES OF THE STOCK EXCHANGE AND THE COMPANY**

This annual results announcement is published on the websites of the Stock Exchange ([www.hkexnews.hk](http://www.hkexnews.hk)) and the Company ([www.edensoft.com.cn](http://www.edensoft.com.cn)), and the annual report of the Company for the year ended 31 December 2025 containing all the information required by the Listing Rules will be published on the respective websites of the Stock Exchange and the Company in due course.

By Order of the Board  
**Edensoft Holdings Limited**  
**Ms. Ding Xinyun**

*Chairman, Executive Director and Chief Executive Officer*

Hong Kong, 26 March 2026

*As at the date of this announcement, the Board comprises Ms. Ding Xinyun (Chairman and Chief Executive Officer) and Ms. Li Yi as the executive Directors, and Mr. Leung Chu Tung, Ms. Zhu Weili and Mr. Cai Jiong as the independent non-executive Directors.*

*The English translation of any descriptions in Chinese which are marked with "\*" is for identification purpose only.*