EDA GROUP HOLDINGS LIMITED
EDA集團控股有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2505)

PROFIT WARNING

This announcement is made by EDA Group Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong).

The board of directors of the Company (the "**Board**") hereby informs the shareholders (the "**Shareholders**") and potential investors of the Company that, based on its preliminary review of the unaudited consolidated management accounts of the Group for the year ended 31 December 2025 (the "**Reporting Period**") and other information currently available to the Board, the Group is expected to record a net loss of approximately RMB12 million for the Reporting Period as compared with the net profit of approximately RMB47.1 million for the year ended 31 December 2024.

The Group is expected to record an adjusted net loss (non-HKFRS measure, defined as net loss adjusted by adding back listing expenses and share-based payments expenses in relation to share incentive plans) of approximately RMB8.5 million for the Reporting Period as compared with the adjusted net profit of approximately RMB113.9 million for the year ended 31 December 2024.

The above loss was primarily attributable to the following factors:

(1) strategic investment in overseas warehouses: with the addition of leased overseas warehouses by the second half of 2024 and the year of 2025, such warehouses usually require a ramp-up period before achieving profitability. However, the relevant costs and expenses increased significantly, mainly due to the commencement of amortization of the related right-of-use assets and the recognition of interest expenses on the lease liabilities. The Board is of the view that such strategic investment will be beneficial to the long-term sustainable growth of the Group;

(2) tariff policy adjustments during the Reporting Period increased the uncertainty of the market and intensified industry competition, resulting in a continued decline in the unit price of orders;

(3) increases in overseas logistics costs and labor costs, leading to a significant rise in the Group's overall costs during the Reporting Period; and

(4) an increase in the provision for expected credit losses of the Group's accounts receivable, primarily due to the lengthening of receivables ageing, which increased by approximately RMB7.7 million as compared with that of the corresponding period in 2024.

The Board wishes to highlight that the "adjusted net profit/(loss)" is not defined under the HKFRS Accounting Standards. It is defined by the Group as net profit/(loss) adjusted by adding back listing expenses and share-based payments expenses in relation to share incentive plans (the "**Adjusted Items**"). The Board believes that the "adjusted net profit/(loss)" would provide useful information to the Shareholders and potential investors of the Company in understanding and evaluating the operating performance of the Group by eliminating the financial effects of the Adjusted Items, which are either non-operating or one-off in nature and are not indicative of the actual operating performance of the Group.

The Board wishes to emphasise that the Company is still in the process of finalising the Group's final consolidated results for the Reporting Period. The information contained in this announcement is only based on a preliminary review of the unaudited consolidated management accounts of the Group for the Reporting Period and other information currently available to the Board as at the date of this announcement, which have neither been audited or reviewed by the Company's auditors nor reviewed by the Company's audit committee and may be subject to finalisation and possible adjustments arising from further review. Shareholders and potential investors of the Company are advised to read carefully the final results announcement of the Company for the Reporting Period, which is expected to be published before the end of March 2026.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.

By order of the Board
EDA Group Holdings Limited
Mr. Liu Yong
Executive Director and Chairman of the Board

Hong Kong, 27 March 2026

As at the date of this announcement, the Board comprises (i) Mr. Liu Yong, Ms. Li Qin and Mr. Cheung Man Yu as executive directors; (ii) Mr. Zuo Manlun and Mr. Luo Jianfeng as non-executive directors; and (iii) Mr. Chan Kwok Cheung Kevin, Mr. Ng Cheuk Him and Mr. Wong Ping Yee Natalis as independent non-executive directors.

* *For identification purpose only*