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**Shenghui Cleanness Group Holdings Limited**  
**升輝清潔集團控股有限公司**

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

**(Stock Code: 2521)**

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

The board (the “**Board**”) of directors (the “**Directors**”) of Shenghui Cleanness Group Holdings Limited (the “**Company**”) is pleased to present the audited annual results of the Company and its subsidiaries (collectively the “**Group**”) for the year ended 31 December 2025 together with comparative figures for the corresponding period in 2024 as follows:

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 DECEMBER 2025**

|  | <i>Notes</i> | <b>2025</b><br><b>RMB'000</b> | 2024<br><i>RMB'000</i> |
|--|--------------|-------------------------------|------------------------|
| Revenue  | 4            | <b>694,916</b>                | 673,558                |
| Cost of services   |              | <u>(576,553)</u>              | <u>(572,858)</u>       |
| <b>Gross profit</b>  |              | <b>118,363</b>                | 100,700                |
| Other income, gains and losses   | 5            | <b>15,318</b>                 | 2,433                  |
| Fair value (loss) gain on financial assets at<br>fair value through profit or loss                         |              | <b>(24,379)</b>               | 37,258                 |
| Impairment losses on financial assets under<br>expected credit loss model, net                             |              | <b>(10,194)</b>               | (10,521)               |
| Share of results of associates   |              | <b>2,728</b>                  | –                      |
| Selling and marketing expenses   |              | <b>(2,479)</b>                | (4,023)                |
| Administrative and other expenses  |              | <b>(76,976)</b>               | (68,067)               |
| Finance income, net  | 6            | <u><b>1,688</b></u>           | <u>1,451</u>           |
| <b>Profit before income tax</b>  |              | <b>24,069</b>                 | 59,231                 |
| Income tax credit (expenses)   | 7            | <u><b>1,094</b></u>           | <u>(10,005)</u>        |
| <b>Profit for the year</b>   |              | <u><b>25,163</b></u>          | <u>49,226</u>          |
| Attribute to:  |              |                               |                        |
| Owners of the Company  |              | <b>26,523</b>                 | 49,226                 |
| Non-controlling interests  |              | <u><b>(1,360)</b></u>         | <u>–</u>               |
|  |              | <u><b>25,163</b></u>          | <u>49,226</u>          |
| <b>Earnings per share attributable to owners<br/>of the Company (expressed in RMB cents<br/>per share)</b> |              |                               |                        |
| – Basis and diluted  | 9            | <u><b>1.42</b></u>            | <u>3.02</u>            |

|  | <b>2025</b><br><b>RMB'000</b> | 2024<br><i>RMB'000</i> |
|--|-------------------------------|------------------------|
| <b>Profit for the year</b>   | <b>25,163</b>                 | 49,226                 |
| <b>Other comprehensive expense</b>   |                               |                        |
| Item that will not be reclassified to profit or loss:  |                               |                        |
| Exchange differences arising on translation from<br>functional currency to presentation currency | <u>(477)</u>                  | <u>–</u>               |
| <b>Total comprehensive income for the year</b>   | <b><u>24,686</u></b>          | <b><u>49,226</u></b>   |
| <b>Attributable to:</b>  |                               |                        |
| <b>Owners of the Company</b>   | <b>26,046</b>                 | 49,226                 |
| <b>Non-controlling interests</b>   | <u>(1,360)</u>                | <u>–</u>               |
|  | <b><u>24,686</u></b>          | <b><u>49,226</u></b>   |

**CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
*AS AT 31 DECEMBER 2025*

|  | <i>Notes</i> | <b>2025</b><br><b>RMB'000</b> | 2024<br>RMB'000 |
|--|--------------|-------------------------------|-----------------|
| <b>Assets</b>  |              |                               |                 |
| <b>Non-current assets</b>                                |              |                               |                 |
| Property, plant and equipment                            |              | <b>64,342</b>                 | 36,200          |
| Investment properties                                    |              | <b>795</b>                    | 905             |
| Right-of-use assets                                      |              | <b>12,688</b>                 | 17,908          |
| Intangible assets  |              | <b>6,379</b>                  | –               |
| Investment in associates                                 |              | <b>92,292</b>                 | –               |
| Financial assets at fair value through<br>profit or loss | <i>10</i>    | <b>13,742</b>                 | 101,160         |
| Deferred tax assets                                      |              | <b>8,108</b>                  | 6,653           |
| Prepayments and deposits                                 |              | <b>32,463</b>                 | 26,996          |
|  |              | <b>230,809</b>                | 189,822         |
| <b>Current assets</b>                                    |              |                               |                 |
| Trade and other receivables and<br>prepayments           | <i>11</i>    | <b>372,625</b>                | 287,969         |
| Restricted bank deposits                                 |              | <b>230</b>                    | 1,423           |
| Cash and cash equivalents                                |              | <b>67,884</b>                 | 91,109          |
|  |              | <b>440,739</b>                | 380,501         |
| <b>Total assets</b>                                      |              | <b>671,548</b>                | 570,323         |
| <b>Equity</b>  |              |                               |                 |
| Share capital  | <i>12</i>    | <b>17,725</b>                 | 15,953          |
| Reserves   |              | <b>436,863</b>                | 368,949         |
| Equity attributable to owners of<br>the Company          |              | <b>454,588</b>                | 384,902         |
| Non-controlling interests                                |              | <b>4,688</b>                  | –               |
| <b>Total equity</b>                                      |              | <b>459,276</b>                | 384,902         |

|                                     | <i>Note</i> | <b>2025</b><br><b><i>RMB'000</i></b> | 2024<br><i>RMB'000</i>       |
|-------------------------------------|-------------|--------------------------------------|------------------------------|
| <b>Liabilities</b>                  |             |                                      |                              |
| <b>Non-current liabilities</b>      |             |                                      |                              |
| Lease liabilities                   |             | <b>8,923</b>                         | 14,280                       |
| Other liabilities                   |             | <b>1,429</b>                         | –                            |
| Deferred tax liabilities            |             | <u>–</u>                             | <u>6,538</u>                 |
|                                     |             | <b><u>10,352</u></b>                 | <u>20,818</u>                |
| <b>Current liabilities</b>          |             |                                      |                              |
| Trade and other payables            | <i>13</i>   | <b>109,738</b>                       | 102,869                      |
| Tax payables                        |             | <b>17,678</b>                        | 16,265                       |
| Bank borrowings                     |             | <b>66,696</b>                        | 39,714                       |
| Contract liabilities                |             | <b>1,734</b>                         | –                            |
| Lease liabilities                   |             | <u><b>6,074</b></u>                  | <u>5,755</u>                 |
|                                     |             | <b><u>201,920</u></b>                | <u>164,603</u>               |
| <b>Total liabilities</b>            |             | <b><u><u>212,272</u></u></b>         | <b><u><u>185,421</u></u></b> |
| <b>Total equity and liabilities</b> |             | <b><u><u>671,548</u></u></b>         | <b><u><u>570,323</u></u></b> |

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

### 1 GENERAL INFORMATION

Shenghui Cleanness Group Holdings Limited (the “**Company**”) was incorporated in the Cayman Islands on 4 January 2021 as an exempted company with limited liability under the Companies Act (Cap. 22, Act 3 of 1961, as consolidated and revised) of the Cayman Islands. The Company’s shares were listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) on 5 December 2023. The address of the Company’s registered office is at the office of Conyers Trust Company (Cayman) Limited, Cricket Square, Hutchins Drive, PO Box 2681, Grand Cayman, KY1-1111, Cayman Islands. The principal place of business of the Company in Hong Kong is 15th Floor, YF Life Centre, No. 38 Gloucester Road, Wanchai, Hong Kong.

The Company is an investment holding company and its subsidiaries (collectively the “**Group**”) are principally engaged in the provision of cleaning and maintenance services in the People’s Republic of China (the “**PRC**”).

The consolidated financial statements are presented in Renminbi (“**RMB**”) which is also the functional currency of the Company.

### 2 APPLICATION OF NEW AND AMENDMENTS TO HKFRS ACCOUNTING STANDARDS

#### **Amendments to an HKFRS Accounting Standard that are mandatorily effective for the current year**

In the current year, the Group has applied the following amendments to an HKFRS Accounting Standard as issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”) for the first time, which are mandatorily effective for the Group’s annual period beginning on 1 January 2025 for the preparation of the consolidated financial statements:

|                       |                         |
|-----------------------|-------------------------|
| Amendments to HKAS 21 | Lack of Exchangeability |
|-----------------------|-------------------------|

The application of the amendments to an HKFRS Accounting Standard in the current year has had no material impact on the Group’s financial positions and performance for the current and prior years and/or on the disclosures set out in these consolidated financial statements.

## **New and amendments to HKFRS Accounting Standards in issue but not yet effective**

The Group has not early applied the following new and amendments to HKFRS Accounting Standards that have been issued but are not yet effective:

|  |  |
|--|--|
| Amendments to HKFRS 9 and HKFRS 7        | Amendments to the Classification and Measurement of Financial Instruments <sup>2</sup>             |
| Amendments to HKFRS 9 and HKFRS 7        | Contracts Referencing Nature-dependent Electricity <sup>2</sup>                                    |
| Amendments to HKFRS 10 and HKAS 28       | Sale or Contribution of Assets between an Investor and its Associate or Joint Venture <sup>1</sup> |
| Amendments to HKFRS Accounting Standards | Annual Improvements to HKFRS Accounting Standards – Volume 11 <sup>2</sup>                         |
| HKFRS 18                                 | Presentation and Disclosure in Financial Statements <sup>3</sup>                                   |

<sup>1</sup> Effective for annual periods beginning on or after a date to be determined.

<sup>2</sup> Effective for annual periods beginning on or after 1 January 2026.

<sup>3</sup> Effective for annual periods beginning on or after 1 January 2027.

Except for the new and amendments to HKFRS Accounting Standards below, the directors of the Company anticipate that the application of all other new and amendments to HKFRS Accounting Standards will have no material impact on the consolidated financial statements in the foreseeable future.

### ***HKFRS 18 Presentation and Disclosure in Financial Statements***

HKFRS 18 *Presentation and Disclosure in Financial Statements*, which sets out requirements on presentation and disclosures in financial statements, will replace HKAS 1 *Presentation of Financial Statements*. This new HKFRS Accounting Standard, while carrying forward many of the requirements in HKAS 1, introduces new requirements to present specified categories and defined subtotals in the statement of profit or loss; provide disclosures on management-defined performance measures in the notes to the financial statements and improve aggregation and disaggregation of information to be disclosed in the financial statements. In addition, some HKAS 1 paragraphs have been moved to HKAS 8 *Accounting Policies, Changes in Accounting Estimates and Errors* (the title of which will be changed to *Basis of Preparation of Financial Statements* upon effective of HKFRS 18) and HKFRS 7. Minor amendments to HKAS 7 *Statement of Cash Flows* and HKAS 33 *Earnings per Share* are also made.

HKFRS 18, and amendments to other standards, will be effective for annual periods beginning on or after January 1, 2027, with early application permitted. HKFRS 18 requires retrospective application with specific transition provisions. The application of the new standard is not expected to have significant impact on the financial performance and positions of the Group in terms of recognition and measurement. However, it is expected to affect the structure and presentation of the consolidated financial statements.

### 3 BASIC OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements of the Group have been prepared in accordance with HKFRS Accounting Standards issued by the HKICPA and the disclosure requirements of the Companies Ordinance Cap. 622. The consolidated financial statements of the Group have been prepared under the historical cost convention.

### 4 REVENUE AND SEGMENT INFORMATION

Management has determined the operating segments based on the reports reviewed by the chief operating decision-maker (“CODM”). The CODM, who is responsible for allocating resources and assessing performance of the operating segment, has been identified as the executive directors of the Company.

During the years ended 31 December 2025 and 2024, the Group is principally engaged in the provision of cleaning and maintenance services in the PRC. In addition, other operating segments represent the property management services, provision of recycling and reprocessing of waste paper and provision of medical machine leasing service during the year ended 31 December 2025. None of the segments met the quantitative thresholds for the reportable segments in current year. Accordingly, the property management service income, sales of recycled and reprocessed waste paper and medical machine leasing service income are grouped into “others”. CODM reviews the operating results of the business as two operating segments to make decisions about resources to be allocated. Therefore, the CODM regards that there is one reportable segment, under the requirement of HKFRS 8 *Operating Segments*, which is used to make strategic decisions.

Revenue recognised during the years ended 31 December 2025 and 2024 is as follows:

|   | 2025<br><i>RMB'000</i> | 2024<br><i>RMB'000</i> |
|---|------------------------|------------------------|
| <b>Revenue from contracts with customers<br/>recognised over time</b> |                        |                        |
| Cleaning and maintenance services income                              | 666,031                | 673,558                |
| Property management services  | <u>28,885</u>          | <u>–</u>               |
|   | <u><b>694,916</b></u>  | <u><b>673,558</b></u>  |

## Segment revenue and results

The following is an analysis of the Group's revenue and results by operating and reportable segment:

### For the year ended 31 December 2025

|   | Cleaning and<br>maintenance<br>services income<br><i>RMB'000</i> | Others-non-<br>reportable<br>segment<br><i>RMB'000</i> | Total<br><i>RMB'000</i> |
|---|--|--|-------------------------|
| Segment revenue   |  |  |                         |
| Revenue from external customers   | 666,031  | 28,885   | 694,916                 |
| Segment profit (loss)   | <u>52,695</u>  | <u>(393)</u>   | <u>52,302</u>           |
| Fair value change on financial assets at fair<br>value through profit or loss |  |  | (24,379)                |
| Impairment loss on financial assets under<br>expected credit loss model, net  |  |  | (10,194)                |
| Gain on disposal of a subsidiary  |  |  | 1,411                   |
| Gain on partial disposal of investment<br>in an associate                     |  |  | 2,201                   |
| Share of results of associates  |  |  | <u>2,728</u>            |
| Profit before taxation  |  |  | <u><u>24,069</u></u>    |

### For the year ended 31 December 2024 (restated)

|   | Cleaning and<br>maintenance<br>services income<br><i>RMB'000</i> | Others-non-<br>reportable<br>segment<br><i>RMB'000</i> | Total<br><i>RMB'000</i> |
|---|--|--|-------------------------|
| Segment revenue   |  |  |                         |
| Revenue from external customers   | 673,558  | –  | 673,558                 |
| Segment profit (loss)   | <u>41,256</u>  | <u>(8,762)</u>   | <u>32,494</u>           |
| Fair value change on financial assets at fair<br>value through profit or loss |  |  | 37,258                  |
| Impairment loss on financial assets under<br>expected credit loss model, net  |  |  | <u>(10,521)</u>         |
| Profit before taxation  |  |  | <u><u>59,231</u></u>    |

Segment results represent the profit earned by each segment without allocation of fair value gain (loss) on financial asset at fair value through profit or loss, impairment loss on financial assets under expected credit loss model, net, share of results of associates, gain on disposal of a subsidiary and gain on partial disposal of investment in an associate. This is the measure reported to the Group's Chief Executive Officer for the purposes of resource allocation and assessment of segment performance.

**5 OTHER INCOME, GAINS AND LOSSES**

|  | 2025<br><i>RMB'000</i> | 2024<br><i>RMB'000</i> |
|--|------------------------|------------------------|
| Subleased rental income                                | 6,171                  | 2,451                  |
| Government grant                                       | 3                      | 60                     |
| Exchange gain (loss), net                              | 1,344                  | (1,851)                |
| Insurance compensation                                 | 1,978                  | 719                    |
| Bank interest income                                   | 56                     | –                      |
| Gain on disposal of a subsidiary                       | 1,411                  | –                      |
| Gain on partial disposal of investment in an associate | 2,201                  | –                      |
| Loss on lease modification                             | (8)                    | –                      |
| Loss on disposal of property, plant and equipment      | (9)                    | –                      |
| Others   | 2,171                  | 1,054                  |
|  | <u>15,318</u>          | <u>2,433</u>           |

**6 FINANCE INCOME, NET**

|                                       | 2025<br><i>RMB'000</i> | 2024<br><i>RMB'000</i> |
|---------------------------------------|------------------------|------------------------|
| <b>Finance income</b>                 |                        |                        |
| Interest income                       | 3,537                  | 2,456                  |
| <b>Finance expenses</b>               |                        |                        |
| Interest expense on bank borrowings   | (1,090)                | (488)                  |
| Interest expense on lease liabilities | (759)                  | (517)                  |
|                                       | <u>1,688</u>           | <u>1,451</u>           |

## 7 INCOME TAX (CREDIT) EXPENSES

|                           | 2025<br><i>RMB'000</i> | 2024<br><i>RMB'000</i> |
|---------------------------|------------------------|------------------------|
| Hong Kong Profits Tax     |                        |                        |
| – Current tax             | 251                    | –                      |
| PRC Enterprise Income Tax |                        |                        |
| – Current tax             | 6,648                  | 5,045                  |
| – Deferred tax            | <u>(7,993)</u>         | <u>4,960</u>           |
|                           | <u><u>(1,094)</u></u>  | <u><u>10,005</u></u>   |

Hong Kong Profits Tax is calculated at 16.5% (2024: 16.5%) based on the estimated assessable profit for the year, except for one subsidiary of the Group which is a qualifying corporation under the two-tiered Profits Tax rates regime. For that subsidiary, the first HK\$2 million of assessable profits are taxed at 8.25% and the remaining assessable profits are taxed at 16.5%. No provision for Hong Kong Profits Tax had been made as the Group had no estimated assessable profit generated in Hong Kong during the year ended 31 December 2024.

The major operating income are derived from the People's Republic of China (the “**PRC**”). Under the Law of the PRC on Enterprise Income Tax (the “**EIT Law**”) and the Implementation Regulation of the EIT Law, the tax rate of the PRC subsidiaries is 25% for both years, except for certain PRC subsidiaries that are subject to tax relief explained below.

One of PRC subsidiaries is entitled to the preferential tax rate pursuant to the relevant regulations applicable to enterprises situated in the high-technology enterprises. The applicable tax rate of the PRC subsidiary is 15% for both years.

## 8 DIVIDEND

No dividend has been paid or declared by the Company during the years ended 31 December 2025 and 2024.

## 9 EARNINGS PER SHARE

### (a) Basic earnings per share

Basic earnings per share is calculated by dividing the profit attributable to owners of the Company by the weighted average number of ordinary shares in issue during the respective years.

|  | 2025               | 2024               |
|--|--------------------|--------------------|
| Profit attributable to owners of the Company<br>(RMB'000)          | 26,523             | 49,226             |
| Weighted average number of ordinary shares<br>in issue (thousands) | <u>1,861,616</u>   | <u>1,631,818</u>   |
| Basic earnings per share (RMB cents)                               | <u><u>1.42</u></u> | <u><u>3.02</u></u> |

### (b) Diluted earnings per share

Diluted earnings per share were the same as the basic earnings per share as there were no potentially dilutive ordinary shares outstanding during the years ended 31 December 2025 and 2024.

**10 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS**

|  | <b>2025</b>           | 2024           |
|--|-----------------------|----------------|
|  | <b><i>RMB'000</i></b> | <i>RMB'000</i> |
| Listed equity shares on National Equities Exchange<br>and Quotations | –                     | 101,160        |
| Investment fund  | <u>13,742</u>         | <u>–</u>       |
|  | <u><b>13,742</b></u>  | <u>101,160</u> |

Movement of the investments are as below:

|  | <b>2025</b>           | 2024           |
|--|-----------------------|----------------|
|  | <b><i>RMB'000</i></b> | <i>RMB'000</i> |
| At beginning of the year               | <b>101,160</b>        | –              |
| Additions                              | <b>28,821</b>         | 63,902         |
| Changes in fair value                  | <b>(24,379)</b>       | 37,258         |
| Transfer to investment in an associate | <b>(91,518)</b>       | –              |
| Exchange realignment                   | <u>(342)</u>          | <u>–</u>       |
| At end of the year                     | <u><b>13,742</b></u>  | <u>101,160</u> |

## 11 TRADE RECEIVABLES

|                                | 2025<br><i>RMB'000</i> | 2024<br><i>RMB'000</i> |
|--------------------------------|------------------------|------------------------|
| <b>Trade receivables</b>       | <b>339,030</b>         | 292,599                |
| Less: allowance for impairment | <u>(35,912)</u>        | <u>(24,525)</u>        |
|                                | <b><u>303,118</u></b>  | <b><u>268,074</u></b>  |

The aging analysis of the gross trade receivables based on invoice date was as follows:

|              | 2025<br><i>RMB'000</i> | 2024<br><i>RMB'000</i> |
|--------------|------------------------|------------------------|
| 0–60 days    | 216,436                | 174,987                |
| 61–180 days  | 35,048                 | 46,371                 |
| 181–365 days | 38,560                 | 32,880                 |
| Over 1 year  | <u>48,986</u>          | <u>38,361</u>          |
|              | <b><u>339,030</u></b>  | <b><u>292,599</u></b>  |

## 12 SHARE CAPITAL

|   | Number of<br>ordinary shares | Nominal value<br>of shares<br><i>HK\$</i> | Equivalent<br>nominal value<br>of shares<br><i>RMB</i> |
|---|------------------------------|---|--|
| <b>Authorised</b>   |                              |   |  |
| At 31 December 2024, 1 January 2025 and<br>31 December 2025 | <b><u>10,000,000,000</u></b> | <b><u>100,000,000</u></b>                 | <b><u>90,593,500</u></b>                               |
| <b>Issued and fully paid</b>                                |                              |   |  |
| At 1 January 2024   | 1,625,000,000                | 16,250,000                                | 14,725,741   |
| Issuance of shares ( <i>Note i</i> )                        | <u>130,980,000</u>           | <u>1,309,800</u>                          | <u>1,226,864</u>                                       |
| At 31 December 2024 and 1 January 2025                      | <b>1,755,980,000</b>         | <b>17,559,800</b>                         | <b>15,952,605</b>                                      |
| Issuance of shares ( <i>Note ii</i> )                       | <u>193,755,000</u>           | <u>1,937,550</u>                          | <u>1,772,220</u>                                       |
| At 31 December 2025   | <b><u>1,949,735,000</u></b>  | <b><u>19,497,350</u></b>                  | <b><u>17,724,825</u></b>                               |

*Notes:*

- (i) On 13 December 2024, an aggregate of 130,980,000 shares have been placed to not less than six places at the placing price of HK\$0.305 per placing shares in accordance with the terms of the placing agreement (the “**First Placing**”). The gross and net proceeds (after deducting the placing commission and other related expenses from the First Placing) amounted to approximately RMB37,419,000 (equivalent to approximately HK\$39,950,000) and RMB36,858,000 (equivalent to approximately HK\$39,350,000), respectively.
- (ii) On 16 June 2025, an aggregate of 193,755,000 shares have been placed to not less than six places at the placing price of HK\$0.250 per placing shares in accordance with the terms of the placing agreement (the “**Second Placing**”). The gross and net proceeds (after deducting the placing commission and other related expenses from the Second Placing) amounted to approximately RMB44,305,000 (equivalent to approximately HK\$48,439,000) and RMB43,641,000 (equivalent to approximately HK\$47,712,000), respectively.

**13 TRADE PAYABLES**

|                | <b>2025</b><br><b>RMB'000</b> | 2024<br><i>RMB'000</i> |
|----------------|-------------------------------|------------------------|
| Trade payables | <u><b>31,079</b></u>          | <u>19,991</u>          |

The ageing analysis of trade payables based on the invoice date was as follows:

|              | <b>2025</b><br><b>RMB'000</b> | 2024<br><i>RMB'000</i> |
|--------------|-------------------------------|------------------------|
| 0–60 days    | <b>21,435</b>                 | 8,096                  |
| 61–180 days  | <b>7,066</b>                  | 2,632                  |
| 181–365 days | <b>491</b>                    | 1,575                  |
| Over 1 year  | <u><b>2,087</b></u>           | <u>7,688</u>           |
|              | <u><b>31,079</b></u>          | <u>19,991</u>          |

The carrying amounts of trade payables are denominated in RMB and are approximate their fair values.

## BUSINESS REVIEW

The Company was successfully listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) on 5 December 2023 (the “**Listing**”).

The Group is a reputable cleaning and maintenance services provider in the People’s Republic of China (the “**PRC**”). With industry experience of over 25 years, we have steadily developed our business to offer a wide range of services to customers and extend the coverage of our operations to 17 provincial-level regions in the PRC.

Our service capabilities include the provision of basic cleaning and maintenance service, garbage collection and transportation service, waste collection and transportation service, water tank cleaning service and ancillary services. We also offer specialised cleaning services such as stone cleaning and restoration and high-altitude cleaning with mobile elevated platforms. Meanwhile, urban herbaceous waste resources such as straw, bamboo and wood scraps and garden waste are also recycled and transformed into manufacturing of bio-based new materials, specialised fibre packaging products and bamboo pulp moulded products through resource utilisation technologies, focusing on waste resource utilisation, research and development of bio-based materials and the green circular economy industry.

Our Group is committed to providing high quality service. We have a number of qualifications and adopt relevant quality control measures, which enable us to respond to the service requests and feedback of our customers in an efficient manner. Currently we hold, among others, the Guangzhou Sanitation Industry Operating Service Company Industry Grade Certificate – A Grade\* (廣州環衛行業經營服務-企業資質等級證書-A級), the Operational Cleaning, Collection and Transportation Services of Municipal Solid Waste Licence\* (城市生活垃圾經營性清掃、收集、運輸服務許可證), the Stone & Floor Application Conservation Specialty Qualification Certificate – AAAAA Grade\* (石材地坪應用護理專業資質證書-AAAAA級), Sewage, Septic Tank, Pipeline Unclogging Treatment Cleaning Service Enterprise Qualification Certificate – National Level 1\* (污水、化糞池、管道疏通處理清洗服務企業資質證書-國家一級), Secondary Water Supply Cleaning Service Enterprise Qualification Certificate\* (二次供水清潔服務企業資質證書), Pest Control Service Qualification Certificate\* (有害生物防制服務資質證書) and High-altitude Exterior Wall Cleaning and Maintenance Service Enterprise Qualification Certificate\* (高空外牆清洗養護服務企業資質證書).

\* The English translation is for identification purpose only

## PROSPECTS

The Board considers that the Listing has impacted the perception of customers towards our Group and believes that the public listing status is a form of complementary advertising which will further enhance the corporate profile, assist in reinforcing the brand awareness and market reputation, promote the business opportunities and cooperation with the potential business partners and offer the Company a broader shareholder base which will provide liquidity in the trading of the shares of the Company (the “**Shares**”). In addition, in the event of future business expansion and long-term development needs and goals, the Listing will enable us to gain access to the capital market for future fund raising in the form of equity and/or debt, which would be in the interests of the Company and its shareholders.

Since our Group’s establishment in 2000 and foothold in Guangzhou, we have built a strong position in Guangdong province. In view of the PRC’s continuous growth in the economy and urbanisation, as well as the expected increase in the number of new properties, apart from growing the business through organic growth initiatives, we plan to leverage on our extensive experience in cleaning and maintenance services and expand our presence in both existing and new markets. We intend to replicate our model to other regions in the PRC with a strong demand for property cleaning services. Our Group also explore and pursue opportunities to expand business in recycling of waste materials for manufacturing of packaging materials, and design, manufacture and sale of environmentally friendly biodegradable materials, as well as to expand the customer base and bolster the geographic presence in other provinces by potential acquisition and/or investment in cleaning and maintenance service provider(s) in the Greater Bay Area to enable us to expand the geographic reach and tender for cleaning services provision in major infrastructures to be completed in the near future.

## FINANCIAL REVIEW

### Revenue

Our revenue was derived from property cleaning which includes commercial building, residential building, shopping mall and etc, public space cleaning which primarily consists of road sweeping and cityscape cleaning and property management services for commercial and residential buildings in Hong Kong.

|                       | Year ended 31 December |                                   |                    |                                   |
|-----------------------|------------------------|-----------------------------------|--------------------|-----------------------------------|
|                       | 2025                   |                                   | 2024               |                                   |
|                       | <i>RMB million</i>     | Approximate %<br>of total revenue | <i>RMB million</i> | Approximate %<br>of total revenue |
| Property cleaning     | 638.5                  | 91.9                              | 644.6              | 95.7                              |
| Public space cleaning | 27.5                   | 3.9                               | 29.0               | 4.3                               |
| Property management   | 28.9                   | 4.2                               | –                  | –                                 |
| Total                 | <u>694.9</u>           | <u>100.0</u>                      | <u>673.6</u>       | <u>100.0</u>                      |

We recorded an increase in revenue from approximately RMB673.6 million for the year ended 31 December 2024 (the “**FY2024**”) to approximately RMB694.9 million for the year ended 31 December 2025 (the “**Reporting Period**”), representing an increase of approximately 3.2%. The increase in revenue was mainly due to the increase in property management service income during the Reporting Period.

### Cost of services

Our cost of services increased from approximately RMB572.9 million for FY2024 to approximately RMB576.6 million for the Reporting Period, representing an increase of approximately 0.6%. The increase in cost of services was in line with the revenue growth for the same period.

### Gross profit and gross profit margin

We generated gross profit of approximately RMB118.4 million for the Reporting Period as compared to approximately RMB100.7 million for FY2024. During the Reporting Period, our Group’s gross profit margins increase from 15.0% for FY2024 to 17.0% for the Reporting period which was mainly due to the better cost control.

### **Other income, gains and losses**

Other income, gains and losses increased from approximately RMB2.4 million for FY2024 to approximately RMB15.3 million for the Reporting Period, representing an increase of approximately 537.5%. The increase in other income, gains and losses was primarily due to an increase in subleased rental income, gain on partial disposal of investment in an associate and insurance compensation during the Reporting Period.

### **Selling and marketing expenses**

We recorded a decrease in the selling and marketing expenses from approximately RMB4.0 million for FY2024 to approximately RMB2.5 million for the Reporting Period, representing a decrease of approximately 37.5%. Such decrease was due to the decrease in marketing and entertainment expenses as well as tendering expenses.

### **Administrative and other expenses**

Our administrative and other expenses increased from approximately RMB68.1 million for FY2024 to approximately RMB77.0 million for the Reporting Period, representing an increase of 13.1% which was primarily due to an increase in staff costs during the Reporting Period.

### **Finance income (expenses), net**

Our finance income increased from approximately RMB1.5 million for FY2024 to approximately RMB1.7 million for the Reporting Period, representing an increase of 13.3% which was primarily due to an increase in interest income.

### **Income tax expenses**

We recorded an income tax credit of approximately RMB 1.1 million for the Reporting period compared to income tax expenses of approximately RMB10.0 million for FY 2024, which was primarily due to a deferred tax effect arising from the fair value loss on financial assets at fair value through profit or loss.

### **Net profit and net profit margin**

As a result of the foregoing, our Group recorded a decrease in the net profit from approximately RMB49.2 million for FY2024 to approximately RMB25.2 million during the Reporting Period, whilst our net profit margin decreased from 7.3% for FY2024 to 3.6% for the Reporting Period. The decrease in net profit is due to the recognition of fair value loss on financial assets at fair value through profit or loss.

## Capital structure

The change of capital structure of the Group during the year ended 31 December 2025 are summarized as below:

### *Issue of Placing Shares*

On 13 December 2024, an aggregate of 130,980,000 new shares of the Company (the “**Shares**”) were successfully placed to not less than six places at price of HK\$0.305 each (the “**First Placing**”) under a general mandate granted by the Shareholders at its annual general meeting held on 29 June 2024. To the best of the Directors’ knowledge, information and belief, having made all reasonable enquiries, each of the places and their respective ultimate beneficial owners (if applicable) are independent third-parties. The net proceeds from the First Placing (after deducting related placing commissions and related expenses) were approximately HK\$39.35 million and the Company intended to utilize for (1) acquisition of target(s) in cleaning and maintenance services providers in the PRC (including further acquisition of shares of BTI); (2) making investment or acquisition of potential target(s) which is/are in the upstream or downstream along the value chain of the business of the Group, which could bring integration and/or synergy effects to the Group, which in aggregate accounted for approximately 90% of the net proceeds from the issue of the First Placing Shares; and/or (3) general working capital of the Group which accounted for the remaining balance of approximately 10% of the net proceeds from the First Placing. Details of the First Placing were disclosed in the Company’s announcements dated 22 November 2024 and 13 December 2024.

During the year ended 31 December 2025, approximately HK\$16.3 million has been utilised for the acquisition of shares of BTI and approximately HK\$0.4 million has been utilised for general working capital use. The net proceeds from First Placing has been fully utilised as intended as at 31 December 2025.

On 16 June 2025, an aggregate of 193,755,000 new shares of the Company were successfully placed to not less than six placees at price of HK\$0.250 each (the “**Second Placing**”) under a general mandate granted by the Shareholders at its annual general meeting held on 29 June 2024. To the best of the Directors’ knowledge, information and belief, having made all reasonable enquiries, each of the placees and their respective ultimate beneficial owners (if applicable) are independent third-parties. The net proceeds from the Second Placing (after deducting related placing commissions and related expenses) were approximately HK\$47.71 million, which will be utilised for (1) capital injection into the direct wholly-owned subsidiary of the Company, Tianyou Shenghui, to develop its waste recycling business, which accounted for approximately 50% of the net proceeds of the Second Placing; (2) making investment or acquisition of potential target(s) in cleaning and maintenance services providers in PRC and Hong Kong, and/or potential target(s) which is/are in the upstream or downstream along the value chain of the business of the Group, which could bring integration and/or synergy effects to the Group, which in aggregate accounted for approximately 10% of the net proceeds from the Second Placing. As at the date of this announcement, the Group has not identified any potential targets and has not decided the allocation of the net proceeds on each of them which is subject to, among others, the target consideration and valuation; and/or (3) general working capital of the Group to support its business operations in various aspects, including but not limited to staff costs, professional fees and rental, which accounted for the remaining balance of approximately 40% of the net proceeds from the Second Placing which has been fully utilised as intended as at 31 December 2025. Details of the Second Placing were disclosed in the Company’s announcements dated 19 May 2025, 6 June 2025 and 16 June 2025.

### **Liquidity and financial resources**

For the Reporting Period, our Group mainly financed the operations with our own working capital and bank borrowings. As at 31 December 2025, our Group’s net asset amounted to approximately RMB459.3 million (31 December 2024: RMB384.9 million). The increase was mainly due to the increase in trade and other receivables and prepayments.

We had cash, bank balances and restricted bank deposits amounted to approximately RMB68.1 million as at 31 December 2025 (31 December 2024: RMB92.5 million). The total borrowings consisting of lease liabilities and bank borrowings amounted to approximately RMB81.7 million (31 December 2024: RMB59.7 million).

|   | <b>As at 31 December</b> |                        |
|---|--------------------------|------------------------|
|   | <b>2025</b>              | 2024                   |
| Current ratio (times) <sup>1</sup>        | <b>2.2</b>               | 2.3                    |
| Gearing ratio (%) <sup>2</sup>            | <b>17.8</b>              | 15.5                   |
| Net debt to equity ratio (%) <sup>3</sup> | <b><u>Net cash</u></b>   | <b><u>Net cash</u></b> |

*Notes:*

1. Current ratio is calculated based on the total current assets divided by the total current liabilities as at the end of the respective financial year.
2. Gearing ratio is calculated based on the total borrowings and lease liabilities divided by total equity as at the end of the respective financial year and multiplied by 100.0%.
3. Net debt to equity ratio is calculated based on the net debts (total debts net of cash and cash equivalents) divided by total equity as at the end of the respective year and multiplied by 100.0%.

### **Capital expenditure and commitments**

Our capital expenditure for the Reporting Period amounted to approximately RMB34.0 million (FY2024: RMB18.7 million), comprising mainly expenditures for the purchase of property, plant and equipment.

As at 31 December 2025, the Group had capital commitments of approximately RMB 6 million (31 December 2024: nil) in relation to purchase of property, plant and equipment.

### **Pledge of assets**

As at 31 December 2025, we did not pledge any assets (31 December 2024: nil) as securities for any facilities granted to our Group.

### **Contingent liabilities**

Our Group did not have material contingent liabilities as at 31 December 2025 and 2024.

### **Treasury policies**

We adopt prudent treasury policies. The Group's management closely monitors our liquidity position to ensure that the liquidity structure of the Group's assets, liabilities and commitments can meet its funding requirements.

### **Foreign exchange exposure**

Substantially all of our Group's financial assets and liabilities are primarily denominated RMB. As at 31 December 2025, our foreign exchange risk on financial assets and liabilities denominated in foreign currencies was insignificant to the Group. The Group currently does not undertake any foreign currency hedging and does not use any financial instrument for hedging purposes. However, our management will closely monitor the foreign exchange exposure of the Group and will consider hedging the foreign exchange exposure if it becomes significant to our Group.

Furthermore, the conversion of RMB into foreign currencies is subject to rules and regulations of exchange control enforced by the government.

## OTHER INFORMATION

### Use of proceeds from the global offering

On 27 November 2023, the Company offered 414,375,000 Shares for subscription in the global offering. The offer price per Share was determined at HK\$0.32 and the Shares were successfully listed on the Main Board of the Stock Exchange on 5 December 2023. The net proceeds (after deduction of underwriting fees and commissions and other listing expenses) from the Listing were approximately HK\$73.5 million. The estimated net proceeds under the section headed “Future plans and use of proceeds” to the prospectus of the Company dated 27 November 2023 (the “**Prospectus**”) was HK\$87.4 million. The difference of approximately HK\$13.9 million has been adjusted in the same proportion to the use of proceeds as disclosed in the Prospectus.

The below table sets out the planned application of the net proceeds:

| Intended application of the net proceeds                                    | Approximate percentage of total net proceeds | Adjusted planned allocation<br><i>HK\$ million</i> | Unutilised amount as at 1 January 2025<br><i>HK\$ million</i> | Utilised amount during the Reporting Period<br><i>HK\$ million</i> | Unutilised amount as at 31 December 2025<br><i>HK\$ million</i> | Expected timetable for full utilisation<br><i>(Note)</i> |
|---|--|--|---|--|---|--|
| Establishment of new branch offices   | 48.9%  | 36.0   | 36.0  | 8.6  | 27.4  | December 2026  |
| Acquisition or investment in cleaning and maintenance service provider(s)   | 21.4%  | 15.7   | –   | –  | –   | December 2026  |
| Enhancing service capabilities in the public space cleaning sector          | 19.4%  | 14.3   | 8.6   | 1.2  | 7.4   | December 2026  |
| Adopting technological advances and upgrading information technology system | 7.6%   | 5.6  | 4.5   | 1.1  | 3.4   | December 2026  |
| Expanding marketing department  | 2.5%   | 1.8  | 1.1   | 0.8  | 0.3   | December 2026  |
| General working capital   | 0.2%   | 0.1  | –   | –  | –   |  |
| <b>Total</b>  | <b>100.0%</b>                                | <b>73.5</b>  | <b>50.2</b>   | <b>11.7</b>  | <b>38.5</b>   |  |

*Note:* The expected timeline for the usage of the remaining proceeds is made based on the best estimate of our Group’s future market conditions, which is subject to the current and future development of the market conditions.

As at 31 December 2025, the unutilised net proceeds have been placed in interest-bearing accounts with licensed banks in Hong Kong.

## Significant investments held and material acquisitions and disposals

Financial assets at fair value through profit or loss represents the Group's investments in Best Technology (Shenzhen) Inc. ("BTI"), a company that is listed on the National Equities Exchange and Quotations (NEEQ). BTI is principally engaged in recycling of waste materials for manufacturing of packaging materials, and design, manufacture and sale of environmentally friendly biodegradable materials. As at 31 December 2024, the Group had significant investments representing 5% or more of the Group's total assets in BTI.

Summary of investee company of the significant investments held by the Group as at 31 December 2024:

| Name of investee company | Number of shares held at 31 December 2024 | % of shares held at 31 December 2024 | For the year ended 31 December 2024 |                                   |                                   |                                  | % of carrying value to the Group's total assets |
|--------------------------|---|--------------------------------------|-------------------------------------|-----------------------------------|-----------------------------------|----------------------------------|---|
|                          |   |                                      | Investment cost<br><i>RMB'000</i>   | Dividend income<br><i>RMB'000</i> | Fair value gain<br><i>RMB'000</i> | Carrying value<br><i>RMB'000</i> |   |
| BTI                      | <u>15,563,138</u>                         | <u>19.5%</u>                         | <u>63,902</u>                       | <u>-</u>                          | <u>37,258</u>                     | <u>101,160</u>                   | <u>17.7%</u>                                    |

Our investment in BTI generated a fair value gain of RMB37,258,000 with carrying value as at 31 December 2024 of RMB101,160,000 represented approximately 17.7% of the total assets of the Group. No dividend is received from the investment in BTI during the Reporting Period.

This investment aligns strategically with the Group's objectives to leverage BTI's recycling technology and enhance its operational capabilities in waste management and environmentally friendly initiatives.

This acquisition was executed with independent third-party vendors and is aimed at consolidating the Group's position in the recycling sector. The Board believes that this acquisition is integral to the Company's growth strategy, as it enhances its capacity to utilize advanced recycling technologies and expand its business operations in the cleaning and maintenance services industry.

Summary of investee company of the significant investments held by the Group as at 30 April 2025:

| Name of investee company | For the 4 months period ended 30 April 2025 |                                   |                 |                 |                 |                | % of carrying value to the Group's total assets |
|--------------------------|---|-----------------------------------|-----------------|-----------------|-----------------|----------------|---|
|                          | Number of shares held at 30 April 2025      | % of shares held at 30 April 2025 | Investment cost | Dividend income | Fair value loss | Carrying value |   |
|                          |   |                                   | RMB'000         | RMB'000         | RMB'000         | RMB'000        |   |
| BTI                      | <u>19,938,563</u>                           | <u>25%</u>                        | <u>79,583</u>   | <u>-</u>        | <u>25,394</u>   | <u>91,518</u>  | <u>14.4%</u>                                    |

Our investment in BTI generated a fair value gain of approximately RMB11,864,000 with carrying value as at 30 April 2025 of approximately RMB91,518,000 represented approximately 14.4% of the total assets of the Group. No dividend is received from the investment in BTI during the 4 months period ended 30 April 2025.

During the year ended 31 December 2025, a sum of approximately RMB15,752,000 has been used to further acquire 4,375,425 shares of BTI. As at 30 April 2025, the financial assets at fair value through profit or loss representing the Group's investments in BTI are reclassified to investments in associates as a result of the appointment of Mr. Wei as the executive director of the company. It is considered that the Group has a significant influence over the BTI, with a common director, Mr. Wei. As a result of the reclassification, the Group recorded a fair value loss on financial assets at fair value through profit or loss amounted to approximately RMB25,394,000.

Save as disclosed above, the Group did not have other significant investments, material acquisitions and/or disposals of subsidiaries, associates or joint ventures.

### **Future plans for material investments or capital assets**

Save as disclosed in the Prospectus and this announcement, there was no specific plan for material investments or capital assets as at 31 December 2025.

### **Human resources**

The total employee benefit expenses was RMB403.2 million during the Reporting Period (FY2024: RMB379.9 million). The number of staff was 7,902 as at 31 December 2025 (31 December 2024: 8,160). Each employee's remuneration was determined in accordance with the individual's responsibility, competence and skills, experience and performance, as well as market pay levels. All employees of the Group participate in employee social insurance plans established in the PRC, which cover pension, medical and other welfare benefits. Training programmes, including environmental protection, quality and occupational safety and health training, emergency response and rescue training, specialised cleaning skills training and management skills training, are regularly provided or arranged to our employees. We has also adopted a share option scheme to provide incentives or rewards to the staff.

## **Events after reporting period**

Save as disclosed in this announcement, there were no other significant events that may affect our Group since the end of the Reporting Period.

## **CORPORATE GOVERNANCE**

The Company complied with the code provisions set out in Part 2 of Corporate Governance Code (the “**CG Code**”) in Appendix C1 of the Rules Governing the Listing of Securities (the “**Listing Rules**”) on the Stock Exchange since the listing of the Shares on the Stock Exchange on 5 December 2023 (the “**Listing Date**”) to the date of this announcement with the exception of the following deviation:

Under the code provision C.2.1 of the CG Code, the roles of chairman and chief executive should be separate and should not be performed by the same individual. Mr. Li Chenghua currently holds the positions of chairman of the Board (the “**Chairman**”) and chief executive officer of the Company (the “**CEO**”). Throughout the history of the Group, Mr. Li, the Chairman, CEO, executive Director and controlling shareholder of the Company, has held key leadership position of the Group and has been responsible for overseeing all aspects of the operations of the Group including strategic planning, management, operation and business development. The Directors (including the independent non-executive Directors) consider that Mr. Li is the best candidate for both positions and the present structure is conducive to strong and consistent leadership, enabling the Group to make and implement decisions efficiently, and thus is in the best interest of the Group and the shareholders of the Company as a whole.

## **SECURITIES TRANSACTIONS BY DIRECTORS**

The Company adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the “**Model Code**”) as set out in Appendix C3 of the Listing Rules as its codes of conduct regarding securities transactions by the Directors and by relevant employees of the Group. All Directors have confirmed, following specific enquiries by the Company, that they fully complied with the Model Code and its code of conduct regarding the Directors’ securities transactions throughout the period from the Listing Date to the date of this announcement.

## **PURCHASE, SALE OR REDEMPTION OF THE LISTED SECURITIES OF THE COMPANY**

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company’s listed securities since the Listing Date.

## **FINAL DIVIDEND**

The Board has resolved not to recommend the declaration of any final dividend for the Reporting Period.

## **SCOPE OF WORK OF RONGCHENG (HONG KONG) CPA LIMITED**

The figures in respect of the Group's consolidated statement of financial position, consolidated statement of profit or loss and other 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, Rongcheng (Hong Kong) CPA Limited ("**Rongcheng**"), to the amounts set out in the audited consolidated financial statements of the Group for the year. The work performed by Rongcheng in this respect did not constitute an assurance engagement and consequently no opinion or assurance conclusion has been expressed by Rongcheng on this preliminary announcement.

## **AUDIT COMMITTEE**

The Board has established an audit committee (the "**Audit Committee**") with written terms of reference in compliance with Rule 3.21 of the Listing Rules and paragraph D.3 of Part 2 of the CG Code. The Audit Committee consists of three independent non-executive Directors, namely Dr. Wang Hui (chairman of the Audit Committee), Ms. Cheung Bo Man and Ms. Yau Yin Hung.

The Audit Committee of the Company has reviewed the Group's audited financial results for the Reporting Period and discussed with the management and the auditor of the Company on the accounting principles and practices adopted by the Group with no disagreement by the Audit Committee of the Company.

## **PUBLICATION OF ANNUAL RESULTS ANNOUNCEMENT AND ANNUAL REPORT**

This announcement is published on the website of the Stock Exchange at [www.hkexnews.hk](http://www.hkexnews.hk) and the website of the Company at [www.gzshqj.com](http://www.gzshqj.com). The annual report of the Company for the Reporting Period will be despatched to the shareholders of the Company and made available on the above websites in due course.

By Order of the Board  
**Shenghui Cleanness Group Holdings Limited**  
**Li Chenghua**  
*Co-chairman and Executive Director*

Hong Kong, 30 March 2026

*As at the date of this announcement, the Board comprises four executive Directors, namely Mr. Li Chenghua (Co-chairman and Chief Executive Officer), Mr. Wei Dongjin (Co-chairman), Mr. Chen Liming and Mr. Dong Jiangang; and three independent non-executive Directors, namely Ms. Cheung Bo Man, Ms. Yau Yin Hung and Dr. Wang Hui.*