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Softcare Limited
樂舒適有限公司

(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 2698)

DISCLOSEABLE TRANSACTION FX FORWARD CONTRACTS

On 15 June 2026, Sunmart, an indirect wholly-owned subsidiary of the Company, entered into the FX Forward Contracts with the Bank, pursuant to which Sunmart agreed to sell an aggregate of EUR29,900,000 and buy an aggregate of USD34,694,000 on the relevant settlement dates, for the purpose of hedging against the Group's exposure to exchange rate movements on its foreign currency assets.

In connection with the FX Forward Contracts, Sunmart is required to place the Deposits in the aggregate amount of RMB14,070,114.60 with the Bank to secure its obligations in relation to the FX Forward Contracts.

As the highest applicable percentage ratio under Rule 14.07 of the Listing Rules in respect of the FX Forward Contracts exceeds 5% but is less than 25%, the FX Forward Contracts and the transactions contemplated thereunder constitute a discloseable transaction of the Company and are subject to the reporting and announcement requirements, but are exempt from the circular and shareholders' approval requirements, under Chapter 14 of the Listing Rules.

FX FORWARD CONTRACTS

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The principal terms of the FX Forward Contracts are summarised below:

Trade Date	Currency Pair	EUR Amount Sold	USD Amount Bought	Forward Rate	Settlement Method	Settlement Date	Deposit (RMB)
15 June 2026	EUR/USD	EUR20,000,000	USD23,198,000	1.1599	Full delivery	24 June 2026	RMB9,409,560.00
15 June 2026	EUR/USD	EUR5,100,000	USD5,924,160	1.1616	Full delivery	13 July 2026	RMB2,400,906.60
15 June 2026	EUR/USD	EUR4,800,000	USD5,571,840	1.1608	Full delivery	26 June 2026	RMB2,259,648.00

The FX Forward Contracts are hedging instruments. Pursuant to each of the FX Forward Contracts, the Group will buy USD against EUR on a pre-agreed settlement date, at a fixed effective forward EUR/USD exchange rate. On the settlement date, Sunmart shall pay to the Bank the agreed sum of EUR to purchase the USD.

Sunmart is required to place the Deposits in the aggregate amount of RMB14,070,114.60 with the Bank to secure its obligations in relation to the FX Forward Contracts. The Deposits will be released to Sunmart upon all settlement obligations under all FX Forward Contracts have been performed. Save for the Deposits described above, no other consideration is payable by Sunmart upon entering into the FX Forward Contracts.

The payments under the FX Forward Contracts are funded from the Group's internal resources.

REASONS FOR AND BENEFITS OF THE FX FORWARD CONTRACTS

Sunmart, which is responsible for the Group's raw material procurement and trading, transacts with certain subsidiaries of the Group in West and Central Africa. The local currencies in these jurisdictions (i.e. West African CFA franc (XOF) and Central African CFA franc (XAF)) are pegged to the EUR. Accordingly, such transactions are settled in EUR, resulting in EUR assets held by Sunmart and hence the foreign exchange exposure to the Group. Given the considerable fluctuations in the exchange rate in relation to EUR during the year, the Company entered into the FX Forward Contracts to reduce the impact of exchange rate movements on the Group's foreign currency assets, with the aim of stabilising its financial position and results of operations, improving foreign exchange management, and protecting the Shareholders' interests. These transactions are carried out in the normal course of the Group's business in accordance with its treasury and risk management policies.

The Directors are of the view that the FX Forward Contracts and transactions contemplated thereunder are fair and reasonable, and in the interests of the Company and its Shareholders as a whole.

INFORMATION ON THE PARTIES

The Group

The Group is engaged in the development, manufacturing and sales of baby and feminine hygiene products, including baby diapers, baby pants, sanitary pads and wet wipes.

Sunmart

Sunmart is an indirect wholly-owned subsidiary of the Company, and is a headquarters of the Group principally engaged in the procurement and trading of raw materials for the Group.

The Bank

China CITIC Bank Corporation Limited Guangzhou Branch is a branch of China CITIC Bank Corporation Limited, a joint stock commercial bank established in the People's Republic of China, which is listed on the Stock Exchange (Stock Code: 998) and the Shanghai Stock Exchange (Stock Code: 601998).

To the best of the Directors' knowledge, information and belief, having made all reasonable enquiries, the Bank and its ultimate beneficial owner(s) are third parties independent of the Company and its connected persons.

LISTING RULES IMPLICATIONS

As the highest applicable percentage ratio under Rule 14.07 of the Listing Rules in respect of the FX Forward Contracts exceeds 5% but is less than 25%, the FX Forward Contracts and the transactions contemplated thereunder constitute a discloseable transaction of the Company and are subject to the reporting and announcement requirements, but are exempt from the circular and shareholders' approval requirements, under Chapter 14 of the Listing Rules.

DEFINITIONS

In this announcement, the following expressions have the meanings set out below unless the context requires otherwise:

“Bank”	China CITIC Bank Corporation Limited Guangzhou Branch, a branch of China CITIC Bank Corporation Limited, a company listed on the Stock Exchange (Stock Code: 998) and the Shanghai Stock Exchange (Stock Code: 601998)
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“Board”	the board of Directors
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“Company”	Softcare Limited (樂舒適有限公司), a company incorporated in the Cayman Islands with limited liability, the shares of which are listed on the Main Board of the Stock Exchange (Stock Code: 2698)
“connected persons”	has the meaning ascribed to it under the Listing Rule
“Deposits”	the deposits in the aggregate amount of RMB14,070,114.60 placed by Sunmart with the Bank
“Director(s)”	the director(s) of the Company
“EUR”	Euro, the lawful currency of the participating member states of the European Union
“FX Forward Contracts”	the three EUR/USD forward foreign exchange contracts entered into between Sunmart and the Bank on 15 June 2026
“Group”	the Company and its subsidiaries
“Hong Kong”	the Hong Kong Special Administrative Region of the People’s Republic of China
“Listing Rules”	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited
“RMB”	Renminbi, the lawful currency of the People’s Republic of China
“Shareholder(s)”	holder(s) of ordinary shares of the Company
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“subsidiary(ies)”	has the meaning ascribed to it under the Listing Rule

“Sunmart”	Sunmart Trading FZCO, a company incorporated in Dubai Airport Freezone, Dubai, the United Arab Emirates and an indirect wholly-owned subsidiary of the Company
“USD”	United States dollars, the lawful currency of the United States of America

By Order of the Board

Softcare Limited

Shen Yanchang

Chairman of the Board and Non-executive Director

Hong Kong, 17 June 2026

As at the date of this announcement, the executive Directors are Mr. Luo Jichao and Mr. Zhao Yongqiang; the non-executive Directors are Mr. Shen Yanchang, Ms. Yang Yanjuan and Mr. Zhou Renwei; and the independent non-executive Directors are Ms. Lou Aidong, Mr. Gao Jianming and Mr. Xu Jing.