King's Stone Holdings Group Limited
金石控股集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1943)

ANNUAL RESULTS FOR THE YEAR ENDED 31 MARCH 2026

The board (the "**Board**") of directors (the "**Director(s)**") of King's Stone Holdings Group Limited (the "**Company**") announces the consolidated results of the Company and its subsidiaries (collectively referred to as the "**Group**") for the year ended 31 March 2026 ("**FY2025/26**"), together with comparative figures for the previous year ("**FY2024/25**") as follows:

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 March

	Notes	**2026** *HK$'000*	2025 *HK$'000*
Continuing Operations			
Revenue	*6*	**556,314**	173,388
Cost of services		**(530,352)**	(220,525)
Gross profit/(loss)		**25,962**	(47,137)
Other income and gains	*6*	**408**	730
Selling expenses		**(480)**	–
Administrative and other operating expenses		**(31,198)**	(48,833)
Other losses	*7*	**(5,185)**	(4,283)
Finance costs		**(146)**	(12)
Loss before income tax	*8*	**(10,639)**	(99,535)
Income tax (expenses)/credit	*9*	**(3,991)**	156
Loss for the year from continuing operations		**(14,630)**	(99,379)
Discontinued Operations			
Loss for the year from discontinued operations	*10*	**–**	(2,694)
LOSS FOR THE YEAR		**(14,630)**	(102,073)

	Notes	**2026**	2025
		HK$'000	*HK$'000*
OTHER COMPREHENSIVE LOSS			
Other comprehensive (loss)/income that may be reclassified to profit or loss in subsequent periods:			
Exchange differences on translation of foreign operations		**(80)**	(29)
Reclassification of cumulative translation reserve upon disposal of foreign operations		**–**	203
		(80)	174
Total comprehensive loss attributable to owners of the parent		**(14,710)**	(101,899)
LOSS PER SHARE			
From continuing and discontinued operations	*12*		
Basic and diluted		**HK(1.44) cents**	HK(10.2) cents
From continuing operations	*12*		
Basic and diluted		**HK(1.44) cents**	HK(9.9) cents

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March

	Notes	2026 HK$'000	2025 HK$'000
NON-CURRENT ASSETS			
Property, plant and equipment		**3,077**	196
Deposits		**513**	53
Total non-current assets		**3,590**	249
CURRENT ASSETS			
Contract assets	*13*	**91,919**	86,814
Trade receivables	*14*	**259,537**	5,920
Tax recoverable		**–**	1,976
Prepayments, other receivables and other assets		**29,765**	41,762
Inventories		**154,464**	–
Cash and cash equivalents		**24,355**	9,673
Total current assets		**560,040**	146,145
CURRENT LIABILITIES			
Contract liabilities	*13*	**22,164**	–
Trade payables	*15*	**400,685**	25,818
Other payables and accruals		**18,972**	14,980
Income tax payable		**3,687**	–
Lease liabilities		**879**	–
Total current liabilities		**446,387**	40,798
NET CURRENT ASSETS		**113,653**	105,347
TOTAL ASSETS LESS CURRENT LIABILITIES		**117,243**	105,596
NON-CURRENT LIABILITIES			
Deferred tax liabilities		**336**	32
Lease liabilities		**1,743**	–
Total non-current liabilities		**2,079**	32
NET ASSETS		**115,164**	105,564
EQUITY			
Equity attributable to owners of the parent			
Share capital	*16*	**10,300**	10,000
Reserves		**104,864**	95,564
TOTAL EQUITY		**115,164**	105,564

NOTES

1. CORPORATE AND GROUP INFORMATION

King's Stone Holdings Group Limited (the "**Company**") is an exempted company incorporated in the Cayman Islands on 24 July 2018 with limited liability. The registered office of the Company is located at Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands. The principal place of business of the Company in Hong Kong is located at Suite 1306, 13th Floor, Great Eagle Centre, 23 Harbour Road, Wan Chai, Hong Kong.

The principal activity of the Company is investment holding. The Company and its subsidiaries (collectively referred to as the "**Group**") are principally engaged in (i) providing construction services, including traditional formwork using timber and plywood, system formwork using aluminium and steel, and ancillary works such as concrete works and reinforcement works for the public and private sectors in Hong Kong; (ii) deepening the integration intelligent, digital, and green technologies – particularly in the fields of electronic components, energy management, and smart infrastructure in Hong Kong and the People's Republic of China (the "**PRC**").

In the opinion of the directors of the Company, the immediate holding company of the Company is Huayu Holdings Limited, which is incorporated in the British Virgin Islands ("**BVI**").

2. BASIS OF PREPARATION

The consolidated financial statements of the Group have been prepared in accordance with HKFRS Accounting Standards as issued by the Hong Kong Institute of Certified Public Accountants ("**HKICPA**"). For the purpose of preparation of the consolidated financial statements, information is considered material if such information is reasonably expected to influence decisions made by primary users. In addition, the consolidated financial statements include applicable disclosures required by the Rules Governing the Listing of Securities on the Main Board of the Stock Exchange (the "**Listing Rules**") and by the Hong Kong Companies Ordinance. The consolidated financial statements have been prepared under the historical cost convention, except as otherwise stated in the accounting policies below.

The preparation of the consolidated financial statements in accordance with HKFRS Accounting Standards as requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. The consolidated financial statements are presented in Hong Kong dollars ("**HK$**") and all values are rounded to the nearest thousand ("**HK$'000**") except when otherwise indicated.

Basis for consolidation

The consolidated financial statements include the financial statements of the Company and its subsidiaries for the year ended 31 March 2026. 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).

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 Company and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

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 (i) the assets (including goodwill) and liabilities of the subsidiary, (ii) the carrying amount of any non-controlling interest and (iii) the cumulative translation differences recorded in equity; and recognises (i) the fair value of the consideration received, (ii) the fair value of any investment retained and (iii) 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.

3. CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

In the current year, the Group has applied the following amendments to HKFRS Accounting Standards as issued by the HKICPA for the first time, which are mandatorily effective for the Group's annual period beginning on 1 April 2025 for the preparation of the consolidated financial statements:

Amendments to HKAS 21	Lack of Exchangeability

The application of the amendments to HKFRS Accounting Standards 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.

4. ISSUED BUT NOT YET EFFECTIVE HKFRS ACCOUNTING STANDARDS

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 HKAS 21	Translation to a Hyperinflationary Presentation Currency[3]
Amendments to HKFRS 9 and HKFRS 7	Amendments to the Classification and Measurement of Financial Instruments[2]
Amendments to HKFRS 9 and HKFRS 7	Contracts Referencing Nature-dependent Electricity[2]
Amendments to HKFRS 10 and HKAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture[1]
Amendments to HKFRS Accounting Standards	Annual Improvements to HKFRS Accounting Standards – Volume 11[2]
HKFRS 18	Presentation and Disclosure in Financial Statements[3]

[1] Effective for annual periods beginning on or after a date to be determined.
[2] Effective for annual periods beginning on or after 1 January 2026.
[3] Effective for annual periods beginning on or after 1 January 2027.

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

5. OPERATING SEGMENT INFORMATION

The Group's operating segments are determined based on information reported to the board of directors of the Company, being the chief operating decision-maker (the "**CODM**"), for the purposes of resource allocation and assessment of segment performance.

Specifically, the Group's reportable and operating segments under HKFRS 8 *Operating Segments* are as follows:

(i) Construction services – providing construction services, including traditional formwork using timber and plywood, system formwork using aluminum and steel, and ancillary works such as concrete works and reinforcement works for the public and private sectors in Hong Kong and;

(ii) Intelligent storage business – deepening the integration of intelligent, digital, and green technologies – particularly in the fields of electronic components, energy management, and smart infrastructure.

The Group has introduced an additional segment of intelligent storage business during the year ended 31 March 2026.

During the year ended 31 March 2025, the Group identified its dealing and broking service as discontinued operation upon disposal of Titan Hwaks Limited and its subsidiary (collectively named "**Titan Group**") in December 2024.

Segment information

Segment revenue and results

The following is an analysis of the Group's revenue and result by operating segments:

For the year ended 31 March 2026

	Construction services *HK$'000*	**Intelligent storage business** *HK$'000*	**Total** *HK$'000*
REVENUE			
Revenue from external customers	**278,817**	**277,497**	**556,314**
RESULT			
Segment (loss)/profit	**(20,913)**	**24,099**	**3,186**
Other income and net gains			**3**
Unallocated corporate expenses			**(13,682)**
Finance costs			**(146)**
Loss before income tax			**(10,639)**

For the year ended 31 March 2025

	Construction services *HK$'000*	Intelligent storage business *HK$'000*	Total *HK$'000*
REVENUE			
Revenue from external customers	173,388	–	173,388
RESULT			
Segment loss	(88,967)	–	(88,967)
Other income and net gains			263
Unallocated corporate expenses			(10,819)
Finance costs			(12)
Loss before income tax			(99,535)

Segment revenue reported above represents revenue generated from external customers. There were no intersegment sales during the years ended 31 March 2026 and 2025.

The accounting policies of the operating segments are the same as the Group's accounting policies. Segment results represent the (loss)/profit from each segment without allocation of certain of other income and gains, unallocated corporate expenses and finance costs. This is the measure reported to the CODM for the purposes of resource allocation and performance assessment.

Segment assets and liabilities

	2026	2025
	HK$'000	*HK$'000*
Segment assets		
Construction services	**142,187**	142,401
Intelligent storage business	**417,544**	–
Total reportable segment assets	**559,731**	142,401
Unallocated corporate assets	**3,899**	3,993
Consolidated total assets	**563,630**	146,394
Segment liabilities		
Construction services	**59,407**	37,596
Intelligent storage business	**384,249**	–
Total reportable segment liabilities	**443,656**	37,596
Unallocated corporate liabilities	**4,810**	3,234
Consolidated total liabilities	**448,466**	40,830

Other segment information

For the year ended 31 March 2026

	Construction services	**Intelligent storage business**	**Unallocated**	**Total**
	HK$'000	***HK$'000***	***HK$'000***	***HK$'000***
Addition to non-current assets	**–**	**3,681**	**–**	**3,681**
Depreciation of property, plant and equipment	**89**	**94**	**–**	**183**
Depreciation of right-of-use assets	**–**	**660**	**–**	**660**
Impairment loss on trade receivables	**2,368**	**2,147**	**–**	**4,515**
Impairment loss on contract assets	**670**	**–**	**–**	**670**

For the year ended 31 March 2025

	Construction services	Intelligent storage business	Unallocated	Total
	HK$'000	*HK$'000*	*HK$'000*	*HK$'000*
Addition to non-current assets	267	–	444	711
Depreciation of property, plant and equipment	1,866	–	–	1,866
Depreciation of right-of-use assets	–	–	287	287
Impairment loss on contract assets	2,617	–	–	2,617

Geographical information

The Group's operations are located in both Hong Kong and the PRC.

The Group's revenue from external customers by location of operations and information about its non-current assets by location of assets are detailed below:

	Revenue from external customers		Non-current assets	
	2026	2025	**2026**	2025
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*
Hong Kong	**466,199**	173,388	**2,081**	249
The PRC	**90,115**	–	**1,509**	–
	556,314	173,388	**3,590**	249

Information about major customers

Revenue from each major customer which accounted for 10% or more of the Group's revenue for the year is set out below:

	2026	2025
	HK$'000	*HK$'000*
Customer I[1]	**N/A[3]**	22,324
Customer II[1]	**84,724**	78,878
Customer III[1]	**N/A[3]**	35,725
Customer IV[1]	**74,752**	23,973
Customer V[1]	**84,276**	N/A[3]
Customer VI[2]	**110,134**	N/A[3]
Customer VII[2]	**77,248**	N/A[3]
Customer VIII[2]	**54,353**	N/A[3]

1 Revenue from construction services.

2 Revenue from intelligent storage business.

3 The corresponding revenue did not contribute over 10% of the total revenue of the Group during the corresponding year.

6. REVENUE, OTHER INCOME AND GAINS

Revenue represents the net invoiced value of services rendered and earned by the Group. All the Group's revenue (other than interest income) is derived from contracts with customers under HKFRS 15.

An analysis of revenue, other income and gains from the Group's continuing operations is as follows:

	2026	2025
	HK$'000	*HK$'000*
Revenue		
Construction services		
Private sector	**119,209**	81,048
Public sector	**159,608**	92,340
Intelligent storage business	**277,497**	–
	556,314	173,388
Other income and gains		
Interest income	**18**	87
Rental income	**–**	257
Government grants*	**390**	184
Gain on disposal of items of property, plant and equipment	**–**	144
Others	**–**	58
	408	730

* Grants have been received from the Construction Industry Council, an institution established by the Government of the Hong Kong Special Administrative Region, for strengthening hygienic control measures, providing on-the-job training for graduate engineers and trainees. There were no unfulfilled conditions or contingencies relating to these grants.

7. OTHER LOSSES

An analysis of other losses from the Group's continuing operations is as follows:

	2026	2025
	HK$'000	*HK$'000*
Impairment loss on trade receivables	**4,515**	–
Impairment loss on contract assets	**670**	2,617
Net loss on disposal of subsidiaries	**–**	1,649
Loss on termination of lease	**–**	17
	5,185	4,283

8. LOSS BEFORE INCOME TAX

The Group's loss before income tax from continuing operations is arrived at after charging:

	2026	2025
	HK$'000	*HK$'000*
Depreciation of owned assets	**183**	1,866
Depreciation of right-of-use assets	**660**	287
Total depreciation	**843**	2,153
Expenses related to short-term leases	**144**	5,118
Auditors' remuneration	**820**	800
Cost of inventories sold recognised as an expense	**239,158**	–
Employee benefit expense (including directors' and chief executive's remuneration:		
Wages and salaries	**20,984**	42,672
Pension scheme contributions	**400**	347
Equity-settled share-based expenses	**5,202**	–
	26,586	43,019

9 INCOME TAX EXPENSES/CREDIT

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

Hong Kong profits tax has been provided at the rate of 16.5% on the estimated assessable profits arising in Hong Kong during the year, except for a subsidiary of the Group which is a qualifying entity under the two-tiered profits tax rates regime. The first HK$2 million of assessable profits of this subsidiary is taxed at 8.25% and the remaining assessable profits are taxed at 16.5%.

Under the Law of the PRC on Enterprise Income Tax (the "**EIT Law**") and Implementation Regulation of the EIT Law, the tax rate of the PRC subsidiaries is 25% for the year.

Pursuant to relevant PRC tax laws and regulations, the annual taxable income of a small low-profit enterprises (the "**Small Low-profit Enterprises**") that is not more than RMB1 million shall be taxed at a 20% corporate income tax rate on 12.5% of their taxable income amount for the proportion of taxable income not exceeding RMB1 million; and taxed at a 20% corporate income tax rate on 50% of their taxable income amount of more than RMB1 million but not exceeding RMB3 million for the year.

Taxation arising in other jurisdiction is calculated at the rates prevailing in the relevant jurisdiction.

	2026	2025
	HK$'000	*HK$'000*
Current – Hong Kong		
Charge for the year	**3,687**	–
Deferred tax	**304**	(156)
Income tax expenses/(credit) for the year	**3,991**	(156)

10. DISCONTINUED OPERATION

In December 2024, the Group entered into a sale and purchase agreement with the independent third parties to dispose of the entire equity interests of Titan Group, a direct wholly-owned subsidiary of the Company. Therefore, the carrying amount related to the net assets of the Titan Group was deconsolidated from the consolidated financial statements of the Group as at completion date.

The result of the discontinued operation, which have been included in the loss for the year, were as follows. The comparative figures in the consolidated statement of profit or loss and other comprehensive income and related notes have been restated to re-present the dealing and broking services as a discontinued operation at the beginning of the year.

The loss for the year/period from the discontinued operation is analysed as follows:

	2026 ***HK$'000***	2025 *HK$'000*
Loss from dealing and broking services	**–**	(2,694)
Gain on disposal of dealing and broking services	**–**	35
	–	(2,659)

Analysis of the results of the discontinued operations are set out below:

	Period from 1 April 2025 to 31 March 2026 ***HK$'000***	Period from 1 April 2024 to 9 December 2024 *HK$'000*
Revenue	**–**	374
Cost of services	**–**	(7)
Other income and gains	**–**	161
Administrative and other operating expenses	**–**	(3,194)
Other losses	**–**	–
Finance costs	**–**	28
Loss before income tax	**–**	(2,694)
Income tax expense	**–**	–
Loss for the year from discontinued operation	**–**	(2,694)

11. DIVIDENDS

No dividend was paid or proposed for ordinary shareholders of the Company during the years ended 31 March 2026 and 2025, nor has any dividend been proposed since the end of the reporting period.

12. LOSS PER SHARE

The calculation of basic and diluted loss per share from continuing operations is based on:

	2026	2025
	HK$'000	*HK$'000*
Loss attributable to ordinary equity holders of the Company for the purpose of calculating loss per share	**(14,630)**	(102,073)
Less: loss for the year from discontinued operations	**–**	(2,694)
Loss for the purpose of basic loss per share from continuing operations	**(14,630)**	(99,379)

	Number of shares	
	2026	2025
	'000	*'000*
Weighted average number of ordinary shares for the purpose of calculating basic loss per share	**1,013,624**	1,000,000
Basic and diluted loss per share from continuing operations	**HK(1.44) cents**	HK(9.9) cents

For the year ended 31 March 2026, the calculation of the basic loss per share is based on the loss attributable to owners of the Company and the weighted average number of ordinary shares issued during the years.

For the year ended 31 March 2026, the diluted loss per share is same as the basic loss per share. The computation of diluted loss per share does not assume the dilutive potential ordinary shares arising from share options because it would result in a decrease in loss per share.

From discontinued operations

For the year ended 31 March 2025, the basic and diluted loss per share for the discontinued operations is HK0.27 cents per share, based on the loss for the period from the discontinued operations of approximately HK$2,694,000 and the denominators detailed above for both basic and diluted loss per share.

The Group had no potentially dilutive ordinary shares in issue during the year ended 31 March 2025.

13. CONTRACT ASSETS AND CONTRACT LIABILITIES

	2026	2025
	HK$'000	*HK$'000*
Contract assets		
Unbilled revenue	**28,134**	24,177
Retention receivables	**67,280**	65,462
Less: impairment loss	**(3,495)**	(2,825)
Contract assets – net	**91,919**	86,814
Contract liabilities	**(22,164)**	–
	69,755	86,814

Unbilled revenue included in contract assets represents the Group's right to receive consideration for work completed and not yet billed because the rights are conditional upon the quality and quantity check by the customers on the construction work completed by the Group and the work is pending for the certification by the customers. The contract assets are transferred to the trade receivables when the rights become unconditional, which is typically at the time the Group obtains the certification of the completed construction work from the customers.

Retention receivables included in contract assets represent the Group's right to consideration for work performed but not yet collectible because the rights are conditional on the satisfaction of the service quality by the customers over a certain period as stipulated in the contracts. The contract assets are transferred to trade receivables when the rights become unconditional, which is typically at the expiry date of the period for the provision of assurance by the Group on the service quality of the construction work performed by the Group.

14. TRADE RECEIVABLES

	2026	2025
	HK$'000	*HK$'000*
Construction service	**33,008**	19,854
Intelligent storage business	**244,981**	–
Less: impairment loss	**(18,452)**	(13,934)
	259,537	5,920

An ageing analysis of trade receivables based on the invoice date or progress payment certificate date is as follows:

	2026	2025
	HK$'000	*HK$'000*
Within 30 days	**251,970**	2,005
31 to 60 days	**–**	2,321
61 to 90 days	**7,567**	1,594
	259,537	5,920

15. TRADE PAYABLES

	2026	2025
	HK$'000	*HK$'000*
Construction service	**28,328**	25,818
Intelligent storage business	**372,357**	–
	400,685	25,818

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

	2026	2025
	HK$'000	*HK$'000*
Within 30 days	**180,120**	8,966
31 to 60 days	**126,636**	543
61 to 90 days	**58,451**	180
Over 90 days	**35,478**	16,129
	400,685	25,818

16. SHARE CAPITAL

Details of the share capital of the Company are as follows:

	Number of ordinary shares of HK$0.01 each	Nominal value of ordinary shares *HK$'000*
Authorised:		
At 1 April 2024, 31 March 2025 and 1 April 2025	2,000,000,000	20,000
Addition *(note (a))*	3,000,000,000	30,000
At 31 March 2026	5,000,000,000	50,000

	Number of shares in issue	Amount *HK$'000*
Issued and fully paid:		
At 1 April 2024, 31 March 2025 and 1 April 2025	1,000,000,000	10,000
Share issued under placing *(note (b))*	28,970,000	290
Grant of share awards *(notes (c) and (d))*	1,050,000	10
At 31 March 2026	1,030,020,000	10,300

Notes:

(a) An ordinary resolution for the increase in authorised share capital was passed at the annual general meeting of the Company held on 26 September 2025. It was resolved that the authorised share capital of the Company be increased from HK$20,000,000 divided into 2,000,000,000 shares of HK$0.01 each to HK$50,000,000 divided into 5,000,000,000 shares of HK$0.01 each, by the creation of an additional 3,000,000,000 shares of HK$0.01 each.

(b) On 14 October 2025, the Company allotted and issued 28,970,000 ordinary shares by of placing, at a placing price of HK$0.637 per ordinary share for cash. The gross proceeds from the placing amounted to HK$18,454,000, among which, HK$290,000 were credited to the share capital of the Company and HK$18,164,000 (before issuing expenses) were credited to share premium of the Company.

(c) On 5 December 2025, 525,000 awarded shares were allotted and issued to two directors and a former director pursuant to share awards vested on 17 November 2025 under the share scheme adopted on 26 September 2025.

(d) On 27 February 2026, 525,000 awarded shares were allotted and issued to two directors and a former director pursuant to share awards vested on 17 February 2026 under the share scheme adopted on 26 September 2025.

MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND OPERATION RESULTS

FINANCIAL HIGHLIGHTS

– Revenue from continuing operations of the Group was approximately HK$556.3 million for FY2025/26, representing an increase of approximately 220.8% as compared with the revenue of approximately HK$173.4 million for FY2024/25.

– Gross profit from continuing operations of the Group was approximately HK$26.0 million for FY2025/26, as compared with the gross loss of approximately HK$47.1 million for FY2024/25.

– Loss attributable to owners of the parent was approximately HK$14.6 million for FY2025/26, whereas loss attributable to owners of the parent was approximately HK$102.1 million for FY2024/25.

– Basic loss per share from continuing and discontinued operations was approximately HK1.44 cents for FY2025/26, and basic loss per share from continuing and discontinued operations was approximately HK10.2 cents for FY2024/25.

– The Board does not recommend the payment of any final dividend for FY2025/26.

BUSINESS REVIEW

The Group is principally engaged in the provision of formwork work services and intelligent storage business. The total revenue for FY2025/26 amounted to approximately HK$556.3 million, representing an increase of approximately HK$382.9 million or 220.8% as compared to approximately HK$173.4 million for FY2024/25. Such increase was primarily attributable to the contribution of revenue in the sum of approximately HK$277.5 million from the intelligent storage segment during FY2025/26.

The gross profit of approximately HK$26.0 million was reported for FY2025/26, compared to the gross loss of approximately HK$47.1 million for FY2024/25, was primarily due to the revenue from the intelligent storage segment during FY2025/26.

BUSINESS PROSPECT

Rooted in construction engineering and infrastructure development, the Group is actively expanding into two major areas: "computing power infrastructure" and "smart energy," striving to establish a second growth curve. In the smart energy sector, the Group is focusing on advanced businesses such as AI-driven energy storage and smart industrial parks, while expanding applications like lightweight power battery swapping. We are committed to building a sustainable smart energy ecosystem.

In terms of business model, the Group adopts an integrated "investment–construction–operation" approach, leading the integration of capital for project investment and construction, and taking responsibility for planning, facility development, key equipment procurement and supply, as well as subsequent operations. Long-term operational revenues are used to gradually recover investments. Given the high capital requirements and extended payback periods typical of these businesses, the Group will prudently assess project feasibility and market cycles to ensure steady progress.

In the area of comprehensive services for new types of high-tech industrial parks (including computing power centers, supercomputing centers, data centers, smart parks, etc.), the Group undertakes planning, equipment installation, procurement, and supply for data storage, computing power, and energy infrastructure. With the rapid development of the digital economy and artificial intelligence industries, computing power infrastructure and high-reliability power systems have become crucial supports for industrial progress. Computing centers, supercomputing centers, and data centers are essentially special-purpose buildings and energy projects characterized by high power density, highly reliable power supply, and advanced cooling systems, which closely align with the Group's core capabilities in civil engineering, electromechanical work, power supply and distribution, and HVAC (heating, ventilation, air conditioning).

Leveraging strengths in construction and infrastructure, the Group will actively participate in developing new types of industrial parks and supporting facilities. Drawing on partnerships with park clients and data resources, the Group will expand intelligent computing power services, promote the conversion of computing power into value outcomes such as "tokens", and offer integrated empowerment solutions to park clients. Additionally, by synchronizing strategies in both smart energy and computing power infrastructure, the Group will explore integrated "green power–energy storage–computing power" models to provide low-carbon, stable, and cost-effective energy supply for computing centers. This approach will help reduce data center PUE (Power Usage Effectiveness) and energy costs, align with initiatives such as "East-to-West Data Transfer" and the "dual carbon" goals, and steadily enhance the Group's market influence in new infrastructure fields.

Remaining anchored in its core businesses, the Group will leverage industrial chain synergies and advantages in cutting-edge technologies including AI and data systems to promote digitalization, intelligence, and low-carbon transformation of its main operations. This will drive the exploration of new infrastructure markets, continually empower the transformation and upgrading of construction and industrial parks, and further enhance overall competitiveness and sustainable development capabilities.

FINANCIAL REVIEW

Analysis of key items of results of operations

Revenue

Our revenue was approximately HK$556.3 million for FY2025/26, representing an increase of approximately 220.8% as compared with the revenue of approximately HK$173.4 million for FY2024/25.

Gross profit/(loss) and gross profit/(loss) margin

Our gross profit/(loss) and gross profit/(loss) margin for FY2025/26 and FY2024/25 respectively were as follows:

	FY2025/26	FY2024/25
Revenue *(HK$'000)*	**556,314**	173,388
Gross profit/(loss) *(HK$'000)*	**25,962**	(47,137)
Gross profit/(loss) margin	**4.7%**	(27.2%)

The Group recorded a gross profit of approximately HK$26.0 million reported for FY2025/26, compared to the gross loss of approximately HK$47.1 million for FY2024/25. This change was primarily due to the revenue from the intelligent storage segment during FY2025/26.

The construction services segment and the intelligent storage segment contributed approximately HK$278.8 million and approximately HK$277.5 million to the Group's revenue for FY2025/26, respectively. The revenue from the construction services segment of approximately HK$278.8 million for FY2025/26 represents an increase of approximately 60.8% as compared to that of approximately HK$173.4 million for FY2024/25.

Other income and gains

Other income and gains remained relatively stable, amounting to approximately HK$0.4 million for FY2025/26 and approximately HK$0.7 million for FY2024/25.

Administrative and other operating expenses

Administrative and other operating expenses decreased by approximately HK$17.6 million or 36.1% from approximately HK$48.8 million for FY2024/25 to approximately HK$31.2 million for FY2025/26. Such decrease was mainly attributable to the decrease in discretionary bonus to staff of approximately HK$22.0 million for FY2025/26.

Other losses

The Group recorded other losses of approximately HK$5.2 million for FY2025/26 (for FY2024/25: approximately HK$4.3 million), which was mainly attributable to the impairment loss on trade receivable and contract assets of approximately HK$4.5 million and approximately HK$0.7 million, respectively, for FY2025/26.

Finance costs

Finance costs remained relatively stable, amounting to approximately HK$146,000 for FY2025/26 and approximately HK$12,000 for FY2024/25.

Income tax

For FY2025/26, the Group's income tax expenses amounted to approximately HK$4.0 million, as compared with approximately HK$0.2 million of income tax credit for FY2024/25.

Loss attributable to owners of the parent

As a result of the foregoing, the loss attributable to owners of the parent amounted to approximately HK$14.6 million for FY2025/26 as compared to the loss attributable to owners of the parent of approximately HK$102.1 million for FY2024/25.

Final dividend

The Board has resolved not to recommend the declaration of any final dividend for FY2025/26 (FY2024/25: nil).

Liquidity and financial resources

Our primary uses of capital are to satisfy our working capital needs and to fund our construction projects. We finance our working capital mainly through (i) cash generated from operating activities, which primarily comprises cash receipts from our revenue derived from formwork and other construction services; (ii) bank borrowings; and (iii) proceeds from issuance of new shares of the Company (the "**Share(s)**"). In managing our liquidity, our management monitors and maintains a reasonable level of cash and cash equivalents which are deemed adequate by our management to finance our operations and to mitigate the impacts of fluctuations in cash flows. We rely on cash and cash equivalents on hand and the cash generated from operating activities as the main sources of liquidity. As at 31 March 2026, our cash and cash equivalents, net current assets and total assets less current liabilities were approximately HK$24.4 million (as at 31 March 2025: approximately HK$9.7 million), approximately HK$113.7 million (as at 31 March 2025: approximately HK$105.3 million) and approximately HK$117.2 million (as at 31 March 2025: approximately HK$105.6 million), respectively.

Contingent liabilities

As at 31 March 2026, the Group did not have any material contingent liabilities (as at 31 March 2025: nil).

Capital commitments

As at 31 March 2026, the Group did not have any capital commitments in respect of the acquisitions of property, plant and equipment (as at 31 March 2025: nil) contracted for but not provided in the consolidated financial statements of the Group.

Funding and treasury policy

The Group maintains a prudent funding and treasury policy. Surplus funds are maintained in the form of cash deposits with licensed banks. To manage liquidity risk, the Board closely monitors the Group's liquidity position to ensure that the liquidity structure of the Group's assets, liabilities and other commitments can meet its funding requirements from time to time.

Foreign currency risk

The Group has no significant exposure to foreign currency risk because almost all of the Group's transactions are denominated in Hong Kong dollars. The management monitors foreign exchange exposure and will consider hedging significant foreign currency exposure as and when appropriate.

Gearing ratio

As at 31 March 2026, the Group's gearing ratio was nil (as at 31 March 2025: nil), representing total bank and other borrowings as a percentage of total equity.

Segment information

Segment information for the Group is disclosed in note 5 to the consolidated financial statements in this announcement.

MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES AND ASSOCIATED COMPANIES

During FY2025/26, save as disclosed herein, the Group did not have any material acquisitions or disposals of subsidiaries or associated companies.

SIGNIFICANT INVESTMENT HELD

During FY2025/26, the Group had not held any significant investment.

FUTURE PLANS FOR MATERIAL INVESTMENTS AND CAPITAL ASSETS

During FY2025/26, the Group did not have any plans for material investments and capital assets.

EMPLOYEES AND REMUNERATION POLICIES

As at 31 March 2026, the Group employed 60 employees in Hong Kong and the PRC (31 March 2025: 31 employees). The remuneration package that our Group offers to employees includes salary, bonuses and other cash subsidies. In general, our Group determines employee salaries based on each employee's qualifications, position and seniority. As required by Hong Kong laws, we have enrolled all of our full-time staff in the Mandatory Provident Fund Scheme. We intend to maintain our remuneration package competitive in order to attract and retain talented labour, and we regularly provide trainings to our employees and carry out staff evaluation to assess their performance.

For the year ended 31 March 2026, senior management of the Company comprises 1 individual. The remuneration paid to the Group's senior management, other than Directors, fell within the following band:

Remuneration (per annum)	**Number of individual(s)**
Nil to HK$1,000,000	1

Under the applicable PRC laws and regulations, the Group is subject to social insurance contribution plans. In Hong Kong, the Group operates a defined contribution Mandatory Provident Fund retirement benefit scheme (the "**MPF Scheme**") under the Mandatory Provident Fund Schemes Ordinance (Chapter 485 of the Laws of Hong Kong) for all of its employees. Contributions are made based on a percentage of the employees' basic salaries and are charged to profit or loss as they become payable in accordance with the rules of the MPF Scheme. The assets of the MPF Scheme are held separately from those of the Group in an independently administered fund. The Group's employer contributions vest fully with the employees when contributed into the MPF Scheme.

As at 31 March 2026, there was no forfeited contribution in relation to pension schemes (by employers on behalf of employees who leave the scheme prior to vesting fully in such contributions) in the Group. Hence, there is no forfeited contribution available for the Group to reduce its existing level of contributions to the pension schemes in future years.

COMPETITION INTERESTS

During FY2025/26, none of the Directors nor the controlling shareholders of the Company and their respective associates (as defined under the Rules (the "**Listing Rules**") Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**")) had any interests in a business, apart from the business of the Group, which competes or may compete with the business of the Group or has any other conflict of interest with the Group which would be required to be disclosed under Rule 8.10 of the Listing Rules.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers set out in Appendix C3 to the Listing Rules (the "**Model Code**") as the code of conduct regarding securities transactions by the Directors. The Company has also set guidelines, at least as strict as the Model Code, on transactions of the Company's securities for relevant employees who are likely to be in possession of unpublished inside information of the Company.

Having made specific enquiry with all the Directors, all the Directors confirmed that they have complied with the required standard of dealings as set out in the Model Code during FY2024/25 and up to the date of this announcement.

SUFFICIENCY OF PUBLIC FLOAT

References are made to (i) the composite offer and response document jointly issued by Jianeng Era International Trading Co., Limited (the "**Offeror**") and the Company dated 10 July 2025 (the "**Composite Document**"); (ii) the joint announcement jointly issued by the Offeror and the Company dated 31 July 2025 in relation to, among others, the results of the Offer (the "**Closing Announcement**"); (iii) the announcement of the Company dated 19 August 2025 in relation to the grant of a temporary waiver from strict compliance with the minimum public float requirement; and (iv) the announcement of the Company dated 22 August 2025 in relation to the restoration of public float. Unless otherwise defined, capitalised terms used herein shall have the same meanings as those defined in the aforesaid announcements.

As disclosed in the Closing Announcement, immediately upon the close of the Offer on 31 July 2025 and subject to the due registration by the Registrar of the transfer of the Offer Shares, an aggregate of 249,910,000 Shares, representing approximately 24.99% of the entire issued share capital of the Company, were held by the public (as defined under the Listing Rules). Accordingly, the minimum public float requirement of 25% as set out in Rule 8.08(1)(a) of the Listing Rules was not satisfied immediately following the close of the Offer.

Following the close of the Offer, the Company applied to the Stock Exchange for a temporary waiver (the "**Waiver**") from strict compliance with Rules 8.08(1)(a) and 13.32(1) of the Listing Rules. On 19 August 2025, the Stock Exchange granted the Waiver for the period from 1 August 2025 to 22 August 2025 (both days inclusive).

On 21 August 2025, the Offeror disposed of an aggregate of 90,000 Shares, representing approximately 0.01% of the total number of issued Shares, to an independent third party. Immediately following such disposal and as at 22 August 2025, 250,000,000 Shares, representing 25.00% of the total number of issued Shares, were held by the public (within the meaning of the Listing Rules). Accordingly, the minimum public float requirement of 25% as required under Rule 8.08(1)(a) of the Listing Rules has been restored and the Company has complied with the public float requirement.

Save as disclosed herein and based on the information that is publicly available to the Company and to the best knowledge of the Directors, the Directors confirm that the Company has maintained a sufficient amount of public float for the Shares as required under the Listing Rules (which is, 25%) during FY2025/26 and up to the date of this announcement.

CORPORATE GOVERNANCE PRACTICES

The Company and the Board are devoted to achieve and maintain high standards of corporate governance, as the Board believes that good and effective corporate governance practices are fundamental to obtain and maintain the trust and safeguarding interest of the shareholders (the "**Shareholders**") and other stakeholders of the Company. The Company has adopted the principles and code provisions set out in the Corporate Governance Code (the "**CG Code**") as set out in Appendix C1 to the Listing Rules.

To the best knowledge of the Board, except for the deviation from the code provision C.2.1 of the CG Code, the Company has complied with the code provisions in the CG Code throughout FY2025/26 and up to the publication date of this announcement.

Pursuant to code provision C.2.1 of the CG Code, the roles of chairman and chief executive officer should be separated and should not be performed by the same individual. From 1 April 2025 to 11 July 2025, Mr. Wang Jianfeng ("**Mr. Wang**") assumed the dual role as the chairman of the Board and the chief executive of the Company. Since 11 July 2025, Mr. He Xin ("**Mr. He**") has assumed the dual role as the chairman of the Board and the chief executive of the Company. However, the Board believes that with the support of the management, vesting the roles of both chairman of the Board and chief executive officer on Mr. Wang or Mr. He can facilitate the execution of the Group's business strategies and provide a strong and consistent leadership to improve the Company's efficiency in decision-making. The Board considers that appointment of Mr. Wang as the chairman of the Board and the chief executive officer of the Company since the commencement of FY2025/2026 until 11 July 2025, and subsequently the appointment of Mr. He as the chairman of the Board and the chief executive officer of the Company since 11 July 2025, not impair the balance of power as all major decisions are made in consultation with members of the Board. In addition, under the supervision by the Board which currently consists of three executive Directors and three independent non-executive Directors, the interests of the Shareholders will be adequately and fairly represented. Therefore, the Board considers the deviation from the code provision C.2.1 of the CG Code is appropriate under such circumstances. However, the Board will periodically review the effectiveness of this arrangement and consider separating the roles of chairman of the Board and chief executive officer of the Company when it thinks appropriate.

AUDIT COMMITTEE

The audit committee of the Company (the "**Audit Committee**") was established on 8 June 2019. The Company has established the Audit Committee with written terms of reference in compliance with Rule 3.21 of the Listing Rules and paragraph D.3 of the CG Code. The Audit Committee consists of three independent non-executive Directors namely Mr. Lam Williamson (being the chairman of the Audit Committee), Mr. Li, Sheung Him Michael and Mr. Yu Kuai.

The primary duties of the Audit Committee are to review, supervise, and assist our Board in providing an independent view of, our financial reporting processes, and internal control and risk management systems, as well as to oversee the audit process, review our annual and interim financial statements, provide advice and comments to the Board on matters related to corporate governance, and perform other duties and responsibilities as assigned by our Board from time to time.

The Audit Committee has approved and reviewed with the external auditor of the Company and the management of the Group, the consolidated financial results of the Group for FY2025/26 and agreed to the accounting principles and policies adopted by the Group.

SCOPE OF WORK OF HLB HODGSON IMPEY CHENG LIMITED ("HLB")

The figures in respect of the Group's consolidated statement of financial position, consolidated statement of profit and loss and other comprehensive income, and the related notes thereto for the year ended 31 March 2026 as set out in this announcement have been agreed by HLB to be the same amounts set out in the Group's audited consolidated financial statements for FY2025/26. The work performed by HLB in this respect did not constitute an assurance engagement in accordance with Hong Kong Standards on Auditing, Hong Kong Standards on Review Engagements or Hong Kong Standards on Assurance Engagements issued by the HKICPA and consequently no assurance has been expressed by HLB on this announcement.

PLACING OF NEW SHARES UNDER GENERAL MANDATE

On 5 September 2025, the Company entered into a placing agreement with Pinestone Securities Limited and Cheer Union Securities Limited (the "**Placing Agents**") pursuant to which the Company had conditionally agreed to place through the Placing Agents, on a best effort basis, a maximum of 150,000,000 placing Shares at the placing price of HK$0.617 (which was subsequently revised to HK$0.637) per placing Share to not less than six placees who and whose ultimate beneficial owners are third parties independent of and not connected with the Company and its connected persons (as defined in the Listing Rules) (the "**Placing**"). For details of the Placing, please refer to the announcements of the Company dated 5 September 2025, 16 September 2025, 25 September 2025 and 14 October 2025.

The Placing was completed on 14 October 2025 and 28,970,000 new Shares were allotted and issued to not less than six placees at the adjusted placing price of HK$0.637. The net proceeds from the Placing amounted to approximately HK$17.87 million. Details of use of net proceeds from the Placing will be set out in the annual report for FY2025/26.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

Save as disclosed herein, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during FY2025/26.

SHARE SCHEMES

(a) 2019 Share Option Scheme

The Company conditionally adopted a share option scheme on 8 June 2019 (the "**2019 Share Option Scheme**") in which certain participants, including any employee (full-time or part-time), director, consultant, adviser or substantial shareholder of the Group, or any distributor, contractor, supplier, agent, customer, business partner or service provider of the Group, may be granted options to subscribe for the Shares.

The purpose of the 2019 Share Option Scheme was to attract and retain the best available personnel, to provide additional incentive to above parties and to promote the success of the business of the Group. The 2019 Share Option Scheme shall expire at the close of business on 7 June 2029 unless terminated earlier by the Shareholders in a general meeting. The Directors believed that the 2019 Share Option Scheme was important for the recruitment and retention of quality executives and employees.

During the year ended 31 March 2026, no share option was granted, exercised, cancelled or lapsed and there is no outstanding share option under the 2019 Share Option Scheme.

The 2019 Share Option Scheme was terminated by way of an ordinary resolution passed by the Shareholders at the annual general meeting held on 26 September 2025.

(b) 2025 Share Scheme

The Company adopted a new share scheme (the “**2025 Share Scheme**”) pursuant to an ordinary resolution passed by the Shareholders at the annual general meeting held on 26 September 2025. The 2025 Share Scheme allows the Company to broaden the types of equity incentives it can utilize by allowing the grant of both share awards and share options.

The purpose of the 2025 Share Scheme is to provide incentive to the eligible participants in order to promote the development and success of the business of the Group. The 2025 Share Scheme will give the eligible participants an opportunity to have a personal stake in the Company and will help motivate the eligible participants in optimising their performance and efficiency and attract and retain the eligible participants whose contributions are important to the long-term growth of the Group.

Eligible participants under the 2025 Share Scheme shall include the directors and employees (whether full-time, part-time or other employment arrangement) of any member of the Group (including persons who are granted awards under the 2025 Share Scheme as inducement to enter into employment contracts with any member of the Group).

The term of the 2025 Share Scheme is 10 years commencing on 26 September 2025, the date on which the 2025 Share Scheme was approved by the Shareholders at the annual general meeting held on the same date.

On 17 October 2025, the Company granted an aggregate of 18,900,000 share options and 2,100,000 share awards under the 2025 Share Scheme to three Directors namely, Mr. He Xin, Ms. Zeng Jingwen and Mr. Chiu Sui Keung (resigned on 13 January 2026). Ms. Zeng Jingwen is also a controlling shareholder of the Company. Please refer to the Company’s announcements dated 17 October 2025 and 23 October 2025 for the particulars of the share options and share awards granted.

Further details of the 2019 Share Option Scheme and the 2025 Share Scheme will be provided in the annual report for FY2025/26.

ANNUAL GENERAL MEETING

As at the date of this announcement, the Company has not determined the date when the Company’s 2026 annual general meeting will be held and the relevant book closure arrangement. Further announcement(s) will be made by the Company as and when appropriate in accordance with the Listing Rules.

PUBLICATION OF ANNUAL RESULTS ANNOUNCEMENT AND ANNUAL REPORT

This announcement will be published on the respective websites of the Stock Exchange (www.hkexnews.hk) and the Company's website (www.kshgl.hk). The annual report for the year ended 31 March 2026 containing all the information required by the Listing Rules will be available on the above websites and despatched to the Shareholders in due course.

EVENTS AFTER THE REPORTING PERIOD

Discloseable Transactions – Investment in New Energy Joint Venture and Partnership

Subsequent to the end of the reporting period and as part of the Group's expansion into the new energy sector:

1. ***Formation of a Joint Venture Subsidiary in Shenzhen***

   On 16 April 2026, Shenzhen Huayuan Hongda Technology Co., Ltd. ("**Huayuan Hongda**"), an indirect wholly-owned subsidiary of the Company, entered into a joint venture agreement with Ms. Wang Yeping ("**Ms. Wang**"), an independent third party, in relation to the formation of Shenzhen Hengchenyu Intelligent Technology Co., Ltd.* (深圳恒宸宇智能科技有限公司) (the "**JV Company**") in Shenzhen, the PRC.

   The JV Company has a registered capital of RMB10,000,000, of which Huayuan Hongda contributed RMB8,000,000 (80%) and Ms. Wang contributed RMB2,000,000 (20%). The JV Company has become a subsidiary of the Company upon its establishment and its financial results will be consolidated into the Group's accounts.

   The JV Company is intended to serve as a platform for investments and project initiation in the energy storage industry chain and industrial collaboration ecosystem in the PRC.

2. ***Investment in New Energy Partnership***

   On 16 May 2026, the JV Company entered into a partnership agreement (the "**Partnership Agreement**") with various parties in the PRC for the establishment of Guangzhou Xindong Changqing Investment Partnership (Limited Partnership) (廣州芯動長擎投資合夥企業(有限合夥)) (the "**Partnership**").

Under the Partnership Agreement, the JV Company subscribed for RMB10,000,000 (approximately HK$11,500,000) of the total RMB35,600,000 capital of the Partnership as a limited partner (holding 28.09% of the total contribution). The Partnership will invest in new energy projects, with its daily operations managed by Guangdong Xindong Energy Co., Ltd. (廣東芯動能源有限公司) as executive partner. The Partnership is accounted for as a non-consolidated investment in the Group's financial statements.

The above transactions each constituted a discloseable transaction of the Company under Chapter 14 of the Listing Rules and were subject to announcement and reporting requirements, but not to shareholder approval or circular requirements. For details, please refer to the announcements of the Company dated 16 April 2026, 18 May 2026 and 3 June 2026.

Save as disclosed above, there was no significant event affecting the Company nor any of its subsidiaries after 31 March 2026 and up to publication date of this announcement.

APPRECIATION

On behalf of the Board, I would like to take this opportunity to express my sincere gratitude to our management and staff members for their commitment and contribution, and to all our Shareholders, customers, subcontractors, suppliers and business partners for their endless support, and to the growth of the Group.

By order of the Board
King's Stone Holdings Group Limited
He Xin
Chairman, Chief Executive Officer and Executive Director

Hong Kong, 24 June 2026

As at the date of this announcement, the Board comprises Mr. He Xin (Chairman and Chief Executive Officer), Ms. Zeng Jingwen and Ms. Cai Ruoxi as executive Directors, and Mr. Lam Williamson, Mr. Li, Sheung Him Michael and Mr. Yu Kuai as independent non-executive Directors.