KFM KINGDOM HOLDINGS LIMITED
KFM 金德控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 3816)

ANNOUNCEMENT OF FINAL RESULTS FOR THE YEAR ENDED 31 MARCH 2026

The board (the "**Board**") of directors (the "**Directors**" and each a "**Director**") of KFM Kingdom Holdings Limited (the "**Company**") hereby announces the consolidated results of the Company and its subsidiaries (together, the "**Group**") for the year ended 31 March 2026 (the "**Year**") prepared in accordance with relevant requirements of the Rules Governing the Listing of Securities (the "**Listing Rules**") on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**"), together with the comparative figures for the year ended 31 March 2025.

For and on behalf of
KFM KINGDOM HOLDINGS LIMITED
SUN KWOK WAH PETER
Chairman

Hong Kong, 26 June 2026

As at the date of this announcement, the executive Directors are Mr. Sun Kwok Wah Peter (Chairman) and Mr. Wong Chi Kwok; and the independent non-executive Directors are Mr. Wan Kam To, Ms. Cheng Yuan Ting Cana and Mr. Chan Ming Sun Jonathan.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 March 2026

	Notes	2026 HK$'000	2025 HK$'000
Revenue	4	**1,040,983**	757,546
Cost of sales		**(818,957)**	(620,267)
Gross profit		**222,026**	137,279
Other (losses)/gains, net	5	**(3,677)**	11,308
Distribution and selling expenses		**(8,235)**	(7,106)
General and administrative expenses		**(113,259)**	(98,639)
Finance income		**2,859**	3,716
Finance costs		**(3,475)**	(2,122)
Profit before tax	6	**96,239**	44,436
Income tax expenses	7	**(12,609)**	(6,439)
Profit for the year		**83,630**	37,997
Other comprehensive income/(expense):			
Items that may be reclassified subsequently to profit or loss:			
Exchange differences on translation of foreign operations		**9,335**	(7,726)
Total comprehensive income for the year		**92,965**	30,271
Profit for the year attributable to:			
– Owners of the Company		**81,631**	36,329
– Non-controlling interests		**1,999**	1,668
		83,630	37,997
Total comprehensive income attributable to:			
– Owners of the Company		**92,551**	28,629
– Non-controlling interests		**414**	1,642
		92,965	30,271
EARNINGS PER SHARE			
– Basic and diluted (HK cents)	8	**13.61**	6.05

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 March 2026

	Notes	**2026** **HK$'000**	2025 *HK$'000*
ASSETS			
Non-current assets			
Property, plant and equipment	*10*	**261,187**	242,775
Right-of-use assets		**111,462**	89,168
Prepayments and deposits		**7,949**	1,980
Total non-current assets		**380,598**	333,923
Current assets			
Inventories	*11*	**190,861**	146,061
Trade receivables	*12*	**317,260**	180,153
Prepayments, deposits and other receivables		**23,432**	29,710
Time deposits with maturity over three months		**–**	43,000
Cash and cash equivalents		**118,968**	109,504
Total current assets		**650,521**	508,428
Total assets		**1,031,119**	842,351
EQUITY			
Capital and reserves			
Share capital	*13*	**60,000**	60,000
Share premium	*13*	**26,135**	26,135
Reserves		**529,000**	468,249
Equity attributable to owners of the Company		**615,135**	554,384
Non-controlling interests		**69,679**	69,265
Total equity		**684,814**	623,649

	Notes	**2026**	2025
		HK$'000	*HK$'000*
LIABILITIES			
Non-current liabilities			
Lease liabilities		**18,084**	5,292
Deferred income tax liabilities		**3,909**	2,093
Total non-current liabilities		**21,993**	7,385
Current liabilities			
Trade and other payables	*14*	**236,704**	128,235
Lease liabilities		**17,837**	5,705
Bank borrowings		**67,800**	75,600
Income tax liabilities		**1,971**	1,777
Total current liabilities		**324,312**	211,317
Total liabilities		**346,305**	218,702
Total equity and liabilities		**1,031,119**	842,351
Net current assets		**326,209**	297,111
Total assets less current liabilities		**706,807**	631,034

NOTES

1. GENERAL INFORMATION

KFM Kingdom Holdings Limited (the "**Company**") was incorporated in the Cayman Islands on 13 July 2011 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 have been listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") since 15 October 2012. The address of the registered office and principal place of business of the Company are Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands and Workshop C, 31/F, TML Tower, 3 Hoi Shing Road, Tsuen Wan, New Territories, Hong Kong. The immediate holding company and controlling shareholder of the Company is KIG Real Estate Holdings Limited, a company incorporated in the British Virgins Islands (the "**BVI**").

The Company is an investment holding company and its subsidiaries (together, the "**Group**") are principally engaged in the manufacturing and sales of precision metal stamping products.

The consolidated financial statements are presented in Hong Kong dollars ("**HK$**"). Other than those subsidiaries established in the People's Republic of China (the "**PRC**") and Malaysia whose functional currency is RMB and Malaysia ringgit respectively, the functional currency of the Company is Hong Kong dollars.

2. BASIS OF PREPARATION

The consolidated financial statements have been prepared in accordance with HKFRS Accounting Standards issued by the Hong Kong Institute of Certified Public Accountants (the "**HKICPA**"). In addition, the consolidated financial statements include applicable disclosures required by the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**") and by the Hong Kong Companies Ordinance.

3. APPLICATION OF NEW AND AMENDMENTS TO HKFRS ACCOUNTING STANDARDS

In the current year, the Group has applied, for the first time, the following new and amendments to HKFRS Accounting Standards issued by the HKICPA which are effective for the Group's financial year beginning on 1 April 2025.

Amendments to HKAS 21	Lack of Exchangeability

The application of the amendments to HKAS 21 in the current year has had no material impact on the Group's financial performance and positions for the current and prior periods and/or on the disclosures set out in these consolidated financial statements.

New and Amendments to HKFRS Accounting Standards issued but not yet effective

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

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

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

The directors of the Company anticipate that, except as described below, the application of the amendments to HKFRS Accounting Standards will have no material impact on the results and the financial position of the Group.

HKFRS 18 – Presentation and Disclosure in Financial Statements

HKFRS 18 sets out requirements on presentation and disclosures in financial statements and will replace HKAS 1 Presentation of Financial Statements. HKFRS 18 introduces new requirements to present specified categories and defined subtotals in the statement of profit or loss and other comprehensive income; 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. Minor amendments to HKAS 7 "Statement of Cash Flows" and HKAS 33 "Earnings per Share" are also made.

HKFRS 18, and the consequential amendments to other HKFRS Accounting Standards, will be effective for annual periods beginning on or after 1 January 2027, with early application permitted.

The application of the HKFRS 18 is not expected to have material impact on the financial position of the Group. The directors of the Company are in the process of making an assessment of the impact of HKFRS 18, but is not yet in a position to state whether the adoption would have a material impact on the presentation and disclosures of consolidated financial statements of the Group.

4. REVENUE

Revenue represents sales of high precision metal products to external parties, excluding sales related taxes. Revenue from contracts with customers within the scope of HKFRS 15 are recognised at a point in time.

Set out below was the disaggregation of the Group's revenue from contracts with customers:

	2026	2025
	HK$'000	*HK$'000*
Geographical region		
South East Asia	**813,440**	500,376
The PRC	**158,631**	178,355
Europe	**38,719**	46,359
North America	**21,729**	24,156
Others	**8,464**	8,300
Total	**1,040,983**	757,546

5. OTHER (LOSSES)/GAINS, NET

	2026	2025
	HK$'000	*HK$'000*
Gain/(loss) on disposal of property, plant and equipment	**348**	(46)
Exchange (losses)/gains, net	**(4,532)**	10,460
Government subsidies *(Note)*	**417**	445
Others	**90**	449
	(3,677)	11,308

Note:

The amounts represented the government subsidies with no unfulfilled conditions or contingencies and recognised as other gains upon receipts during the years ended 31 March 2026 and 2025.

6. PROFIT BEFORE TAX

Profit before tax has been arrived at after charging:

	2026	2025
	HK$'000	*HK$'000*
Staff costs		
Directors' emoluments	**6,100**	6,128
Other staff:		
– salaries and other allowances	**163,383**	132,598
– retirement benefits scheme contributions (excluding directors)	**4,350**	3,544
	173,833	142,270
Auditor's remuneration		
– audit services	**1,030**	980
– non-audit services	**270**	270
Cost of inventories sold	**818,831**	619,260
Depreciation of property, plant and equipment	**24,280**	20,996
Depreciation of right-of-use assets	**15,210**	7,223
Research and development expenses	**26,682**	18,330

7. INCOME TAX EXPENSES

	2026	2025
	HK$'000	*HK$'000*
Current income tax		
– The PRC	**10,790**	4,712
– Malaysia	**3**	–
– Withholding tax	**–**	3,165
	10,793	7,877
Deferred income tax	**1,816**	(1,438)
	12,609	6,439

Income tax of the Group's entities has been calculated on the estimated assessable profits for the year at the rates of taxation prevailing in the countries in which the entities operate.

Below are the major tax jurisdictions that the Group operates in for the years ended 31 March 2026 and 2025.

(a) Hong Kong Profits Tax

No provision for Hong Kong Profits Tax was made for the years ended 31 March 2026 and 2025 as there were no assessable profits generated during the years ended 31 March 2026 and 2025.

(b) The PRC enterprise income tax (the "PRC EIT")

The PRC EIT is provided on the assessable income of the Company's PRC subsidiary, adjusted for items which are not taxable or deductible for the PRC EIT purpose. The statutory PRC EIT tax rate for the year ended 31 March 2026 is provided at the rate of 25% (2025: 25%).

A PRC subsidiary was recognised by the PRC government as "High and New Technology Enterprise" and was eligible to a preferential tax rate of 15% for a period of three calendar years.

(c) PRC dividend withholding tax

According to the Law of the PRC EIT, starting from 1 January 2008, a PRC dividend withholding tax of 10% will be levied on the immediate holding companies outside the PRC when the PRC subsidiary declare dividend out of profits earned after 1 January 2008. During the year ended 31 March 2026, a lower 5% (2025: 5%) PRC dividend withholding tax rate was adopted since the immediate holding company of the PRC subsidiary is incorporated in Hong Kong and fulfill certain requirements under the tax treaty arrangements between the PRC and Hong Kong.

8. EARNINGS PER SHARE

Basic and diluted earnings per share

	2026	2025
Profit attributable to owners of the Company *(HK$'000)*	**81,631**	36,329
Weighted average number of shares in issue *('000)*	**600,000**	600,000
Basic and diluted earnings per share *(HK cents per share)*	**13.61**	6.05

Basic earnings per share for the years ended 31 March 2026 and 2025 is calculated by dividing the profit attributable to owners of the Company by 600,000,000 ordinary shares in issue during the years ended 31 March 2026 and 2025.

Diluted earnings per share is the same as basic earnings per share as the Company had no potential ordinary share in issue during the years ended 31 March 2026 and 2025.

9. DIVIDENDS

	2026	2025
	HK$'000	*HK$'000*
Dividends recognised as distribution during the year:		
2025 Final dividend – HK1.3 cents (2025: 2024 Final dividend – HK0.8 cents) per share	**7,800**	4,800
2026 Special dividend – HK4.0 cents (2025: nil) per share	**24,000**	–
	31,800	4,800

No final dividend in respect of the year ended 31 March 2026 has been proposed by the directors of the Company.

10. PROPERTY, PLANT AND EQUIPMENT

	2026	2025
	HK$'000	*HK$'000*
At 1 April	**242,775**	256,146
Additions	**40,224**	9,010
Disposals	**(7,373)**	(256)
Depreciation	**(24,280)**	(20,996)
Exchange differences	**9,841**	(1,129)
At 31 March	**261,187**	242,775

11. INVENTORIES

	2026	2025
	HK$'000	*HK$'000*
Raw materials	**84,427**	67,226
Work in progress	**28,351**	16,966
Finished goods	**78,083**	61,869
	190,861	146,061

12. TRADE RECEIVABLES

	2026	2025
	HK$'000	*HK$'000*
Trade receivables *(Note (a))*		
– third parties	**317,260**	180,153

As at 1 April 2024, the gross amount of trade receivables arising from contracts with customers amounted to approximately HK$145,017,000.

The Group did not hold any collaterals over these balances.

Note:

(a) The Group normally grants credit periods of 30 to 120 days (2025: 30 to 120 days). The following is an ageing analysis of trade receivables presented based on the date of delivery, which approximates the respective revenue recognition dates, at the end of the reporting period.

	2026	2025
	HK$'000	*HK$'000*
Up to 3 months	**275,848**	157,465
3 to 6 months	**41,054**	21,788
6 months to 1 year	**306**	859
1 year to 2 year	**52**	41
	317,260	180,153

13. SHARE CAPITAL AND SHARE PREMIUM

	Number of shares	Share capital	Share premium	Total
		HK$'000	*HK$'000*	*HK$'000*
Ordinary share of HK$0.1 each				
Authorised				
At 1 April 2024, 31 March 2025 and 31 March 2026	4,500,000,000	450,000		
Issued and fully paid				
At 1 April 2024, 31 March 2025 and 31 March 2026	600,000,000	60,000	26,135	86,135

14. TRADE AND OTHER PAYABLES

	2026	2025
	HK$'000	*HK$'000*
Trade payables *(Note (a))*	**191,539**	113,990
Dividend payable	**24,000**	–
Accruals and other payables *(Note (b))*	**21,165**	14,245
	236,704	128,235

Notes:

(a) The ageing analysis of trade payables presented based on the invoice date at the end of the reporting period is as follows:

	2026	2025
	HK$'000	*HK$'000*
Up to 3 months	**188,205**	113,848
3 to 6 months	**2,825**	4
6 months to 1 year	**288**	69
1 to 2 years	**221**	69
	191,539	113,990

The average credit period on purchases of goods is from 30 days to 90 days. The Group has financial risk management policies in place to ensure that all payables are settled within the credit timeframe.

(b) No Group's accruals and other payables as at 31 March 2026 was accrued directors' emoluments (2025: HK$67,000).

15. COMMITMENTS

Capital commitments

	2026	2025
	HK$'000	*HK$'000*
Authorised or contracted but not provided for:		
– Plant and machinery	**17,564**	1,324

FINANCIAL REVIEW

Revenue

During the Year, the Group recorded a revenue of approximately HK$1,041.0 million, with an increase of approximately HK$283.5 million or 37.4% as compared to a revenue of approximately HK$757.5 million during the corresponding period last year. The increase was mainly due to the increase in the revenue derived from customers which engaged in the network and data storage industry as a result of the strong demand for development from artificial intelligence ("**AI**") industry. The increase in revenue was partially offset by the decrease in revenue derived from the office automation industry and the consumer electronics industry.

Geographically, the South East Asia, the People's Republic of China ("**PRC**"), Europe and North America continued to be the major markets of the Group's products. Sales to such areas accounted for approximately 78.1%, 15.2%, 3.7% and 2.1% of the Group's revenue for the Year, respectively. Details of the breakdown of revenue generated from different geographical locations are set out in Note 4 to this annual results announcement.

Cost of sales

Cost of sales primarily comprises the direct costs associated with the manufacturing of the Group's products. It consists mainly of direct materials, direct labour, processing fee and other direct overheads. Set out below is the breakdown of the Group's cost of sales:

	2026		2025	
	HK$'000	*%*	*HK$'000*	*%*
Direct materials	**626,921**	**76.6**	487,532	78.6
Direct labour	**123,283**	**15.0**	96,356	15.5
Processing fee	**48,179**	**5.9**	30,542	4.9
Changes in inventory	**(27,599)**	**(3.4)**	(30,144)	(4.8)
Other direct overheads	**48,173**	**5.9**	35,981	5.8
	818,957	**100.0**	620,267	100.0

During the Year, cost of sales of the Group increased by approximately HK$198.7 million or 32.0% as compared to the corresponding period last year. The increase was primarily due to the increase in revenue.

The percentage of cost of sales to the total revenue during the Year was approximately 78.7%, representing a decrease of approximately 3.2%, as compared to approximately 81.9% in the corresponding period last year.

Gross profit and gross profit margin

The gross profit of the Group increased by approximately HK$84.7 million or 61.7% from approximately HK$137.3 million during the corresponding period last year to approximately HK$222.0 million during the Year. The increase in gross profit was mainly due to the increase in revenue derived from customers which engaged in the network and data storage industry during the Year. The overall gross profit margin of the Group increased by 3.2% from approximately 18.1% during the corresponding period last year to approximately 21.3% during the Year. The increase in gross profit margin was mainly due to the improvement in production efficiency.

Other (losses)/gains, net

During the Year, the Group recorded other losses, net which amounted to approximately HK$3.7 million. In the corresponding period last year, the Group recorded other gains, net of approximately HK$11.3 million. We recorded other losses, net mainly due to the depreciation of US dollar against RMB and Malaysian ringgit during the Year.

Distribution and selling expenses

Distribution and selling expenses represented the expenses incurred for the promotion and selling of the Group's products. It mainly comprises, among others, salaries and related costs for the sales and marketing staff, travelling and transportation costs, and marketing expenses. Distribution and selling expenses increased by approximately HK$1.1 million from approximately HK$7.1 million for the year ended 31 March 2025 to approximately HK$8.2 million for the Year.

General and administrative expenses

General and administrative expenses comprise primarily salaries and related costs for key management, the Group's finance and administration staff, depreciation and professional costs incurred by the Group. The general and administrative expenses of the Group increased from approximately HK$98.6 million for the corresponding period last year to approximately HK$113.3 million for the Year. The increase in general and administrative expenses was in line with the increase in revenue.

Finance costs

The Group's finance costs represented interest expenses on finance lease and bank borrowings. During the Year, the Group's finance costs were approximately HK$3.5 million, as compared to approximately HK$2.1 million for the corresponding period last year. The increase in finance costs was mainly due to an increase in average balances of lease liabilities as compared to the corresponding period last year.

Income tax expenses

The Group's income tax expenses amounted to approximately HK$12.6 million for the Year, while the Group's income tax expenses for the corresponding period last year amounted to approximately HK$6.4 million. The details are set out in the Note 7 to this annual results announcement.

Profit attributable to owners of the Company

For the Year, profit attributable to owners of the Company amounted to approximately HK$81.6 million, as compared with the profit attributable to owners of the Company of approximately HK$36.3 million for the corresponding period last year. The increase in profit attributable to owners was mainly attributable to the increase in revenue and gross profit.

LIQUIDITY, FINANCIAL AND CAPITAL RESOURCES

Financial resources and liquidity

The Group's current assets comprise mainly cash and cash equivalents, trade receivables, prepayments, deposits and other receivables and inventories. As at 31 March 2026 and 2025, the Group's total current assets amounted to approximately HK$650.5 million and HK$508.4 million respectively, which represented approximately 63.1% and 60.4% of the Group's total assets as at 31 March 2026 and 2025, respectively.

Capital structure

The Group's capital structure is summarised as follows:

	2026 ***HK$'000***	2025 *HK$'000*
Bank borrowings	**67,800**	75,600
Total debts	**67,800**	75,600
Shareholders' equity	**684,814**	623,649
Gearing ratio – Total debts to shareholders' equity ratio#	**9.9%**	12.1%

\# Total debts to shareholders' equity ratio is calculated based on total debts divided by shareholders' equity at the end of the respective year.

For the Year, the Group generally financed its operation primarily with internal generated cash flows and bank borrowings.

As at 31 March 2026, the Group's bank borrowings were denominated in Renminbi. The capital structure of the Group consists of equity attributable to the equity holders of the Company (comprising issued share capital and reserves) and bank borrowings. The Directors will review the capital structure regularly. As part of such review, the Directors consider the cost of capital and the optimal use of debt and equity so as to maximise the return to owners.

Capital expenditure

During the Year, the Group acquired plant and machinery of approximately HK$40.2 million, as compared to the year ended 31 March 2025 of approximately HK$9.0 million.

The Group financed its capital expenditure through cash flows generated from operating activities, finance leases and bank borrowings.

Charges on the Group's assets

As at 31 March 2026 and 2025, no bank borrowing of the Group was secured by assets of the Group.

Foreign currency exposure

Each individual group entity has its own functional currency. Foreign exchange risk to each individual group entity arises when future commercial transactions or recognised assets or liabilities are denominated in a currency that is not the entity's functional currency. The Group operates mainly in Hong Kong, the PRC and Malaysia. The Group's Hong Kong entities are exposed to foreign exchange risk arising from Renminbi and Malaysian ringgit, while the Group's PRC and Malaysian entities are exposed to foreign exchange risk arising from the United States dollars.

The Group has been managing its foreign exchange risk by closely monitoring the movement of the foreign currency rates.

Capital commitments

Details of the Group's capital commitments as at 31 March 2026 are set out in Note 15 to this annual results announcement.

Contingent liabilities

As at 31 March 2026, the Group had no material contingent liabilities.

Subsequent event

The Group has no material subsequent events up to the date of this annual results announcement.

BUSINESS REVIEW

For the Year, global geopolitical tensions due to the regional conflict among the United States of America (the "**US**"), Israel and Iran, and Russia-Ukraine conflict were in a stalemate situation, which were aggravating risks on business environment. In addition, as affected by high level of interest rates and rising energy costs, the global economy was in difficulty. However, AI business grew and has created a strong demand for development in relevant industries, such as data centre and related equipment businesses.

During the Year, the Group recorded a revenue of approximately HK$1,041.0 million, with an increase of approximately HK$283.5 million or 37.4% as compared to a revenue of approximately HK$757.5 million during the corresponding period last year. The increase was mainly due to the increase in the revenue derived from customers which engaged in the network and data storage industry as a result of the strong demand for development from AI industry. The increase in revenue was partially offset by the decrease in revenue derived from the office automation industry and the consumer electronics industry.

The gross profit of the Group increased by approximately HK$84.7 million or 61.7% from approximately HK$137.3 million during the corresponding period last year to approximately HK$222.0 million during the Year. The increase in gross profit was mainly due to the increase in revenue derived from customers which engaged in the network and data storage industry during the Year. The overall gross profit margin of the Group increased by 3.2% from approximately 18.1% during the corresponding period last year to approximately 21.3% during the Year. The increase in gross profit margin was mainly due to the improvement in production efficiency.

As such, the Group recorded a net profit of approximately HK$83.6 million during the Year, as compared with a net profit of approximately HK$38.0 million during the corresponding period last year. The increase in net profit was mainly attributable to the increase in revenue and gross profit.

OUTLOOK AND STRATEGY

Looking forward, the economic environment faces challenges due to the risks which arise from regional conflicts. The outlook of business is tougher as a result of recent intense conflict between the US, Israel and Iran, which has significant impact on energy costs and oil supply. It disrupts the international logistics and transportation, thus affects the world's energy supply chain, and leads to a significant increase in production costs.

In the coming year, the persistent geopolitical conflicts in Middle East regions and Ukraine, and the China-US trade dispute may continue for a period of time. It is expected that the global economy may become unpredictable and a potential global high inflation may occur. However, for the purpose of capturing the recent strong development in artificial intelligence in the world, the Group plans to further expand and increase the investment in its production line in Suzhou, the PRC, and its overseas production base in Malaysia. In order to cope with these challenges, the Group will also put more efforts in maintaining good relationships with existing customers of the Group. The Group has also been striving to attract more new customers to broaden its customer base. Last but not least, the Group will continue to look for new, long term and sustainable business opportunities to enhance the Group's performance, with the aim to creating better value for its customers, shareholders and investors.

EMPLOYEES AND REMUNERATION POLICY

As at 31 March 2026, the Group had a total number of 1,667 full-time employees (2025: 1,209). The Group determined the remuneration packages of all employees based on factors including individual qualifications, contribution to the Group, performance and years of experience of the respective staff.

The Group provides on-going training to the Group's staff in order to enhance their technical skills and product knowledge and to provide them with updates with regard to industry quality and work safety.

The Group maintains good relationships with the Group's employees. The Group did not have any labour strikes or other labour disturbances that would have interfered with the Group's operations during the Year.

As required by the PRC regulations, the Group participates in the social insurance schemes operated by the relevant local government authorities.

FINAL DIVIDEND

The Board does not recommend payment of any final dividend for the Year (2025: HK1.3 cents).

The Company paid a special dividend of HK$4.0 cents per share of the Company (2025: nil) during the Year.

No interim dividend was paid during the Year (2025: nil).

CLOSURE OF REGISTER OF MEMBERS

For the purpose of ascertaining shareholders' right to attend and vote at the annual general meeting (the "**AGM**") of the Company to be held on Friday, 21 August 2026, the register of members of the Company will be closed from Tuesday, 18 August 2026 to Friday, 21 August 2026, both days inclusive, during which no transfer of shares of the Company will be registered. In order to be eligible to attend and vote at the AGM, all completed transfer documents accompanied by the relevant share certificate(s) must be lodged with the Company's branch share registrar in Hong Kong, namely Tricor Investor Services Limited at 17/F., Far East Finance Centre, 16 Harcourt Road, Hong Kong for registration not later than 4:30 p.m. on Monday, 17 August 2026.

CORPORATE GOVERNANCE

The Company and the Directors confirm, to the best of their knowledge, that the Company has complied with the Corporate Governance Code ("**CG Code**") as set out in Appendix C1 to the Listing Rules during the Year with the following deviations:

Pursuant to code provision C.2.1 of the CG Code, the roles of chairman and chief executive officer should be separate and should not be performed by the same individual. Mr. Sun Kwok Wah Peter serves as both the chief executive officer of the Company and the chairman of the Board. Although such practice deviates from code provision C.2.1 of the CG Code, the Board believes that vesting the roles of both the chairman of the Board and the chief executive officer in the same person has the benefit of ensuring consistent leadership to advance long-term strategy, further deepening the monetisation capabilities and optimising operating efficiency. In particular, Mr. Sun, being a founder of the Group and the chief executive officer of the Company, is familiar with the Company's business operation and has superior knowledge of and experience in the Company's business.

In addition, the Board considers that the balance of power and authority for the present arrangement will not be impaired and this structure will enable the Company to make and implement decisions promptly and effectively, given that (i) decisions to be made by the Board require approval by at least a majority of the Directors; (ii) all the Directors are aware of and undertake to fulfill their fiduciary duties as Directors, which require, among others, that he/she acts for the benefits and in the best interests of the Company as a whole and will make decisions for the Company accordingly; (iii) the balance of power and authority is ensured by the operations of the Board, which consists of two executive Directors and three independent non-executive Directors and has a fairly strong independence element; and (iv) the overall strategic and other key business, financial, and operational policies of the Company are made collectively after thorough discussions at both the Board and senior management levels.

Therefore, the Board considers that the deviation from code provision C.2.1 of the CG Code is appropriate in such circumstances. Except for the above deviation from the CG Code, the Board is of the view that the Company has complied with the CG Code during the Year. The Company will continue to enhance its corporate governance practices appropriate to the conduct and growth of its business and to review such practices from time to time.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted a code for securities transactions by the Directors on terms equivalent to the required standard of the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") as set out in Appendix C3 to the Listing Rules.

The Board confirmed that, having made specific enquiry, the Directors have complied in full with the required standards as set out in the Model Code and its code of conduct during the Year and up to the date of this annual results announcement.

REVIEW OF ACCOUNTS

The Company's audit committee has reviewed the accounting policies adopted by the Group and the consolidated financial statements of the Group for the Year.

SCOPE OF WORK OF SHINEWING (HK) 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 as set out in this annual results announcement have been agreed by the Group's auditor, SHINEWING (HK) CPA Limited, to the amounts set out in the Group's audited consolidated financial statements for the Year. The work performed by SHINEWING (HK) CPA Limited 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 Hong Kong Institute of Certified Public Accountants and consequently no assurance has been expressed by SHINEWING (HK) CPA Limited on this annual results announcement.

SUBSTANTIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES AND ASSOCIATED CORPORATIONS

For the Year, the Group did not conduct any disposals or acquisitions of its subsidiaries and associated corporations.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities during the Year. The Company did not hold any treasury shares during the Year.

PUBLICATION OF RESULTS ANNOUNCEMENT AND ANNUAL REPORT

This annual results announcement is published on the Company's website at www.kingdom.com.hk and the Stock Exchange's website at www.hkexnews.hk. The 2026 annual report containing all the information required by Appendix D2 to the Listing Rules will be despatched to the shareholders of the Company and be available on the said websites in due course.