Twintek Investment Holdings Limited
乙德投資控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 6182)

ANNUAL RESULTS FOR THE YEAR ENDED 31 MARCH 2026

FINANCIAL HIGHLIGHTS

	For the year ended 31 March	
	2026	2025
Revenue	**HK$194.6 million**	HK$207.2 million
Gross profit	**HK$16.4 million**	HK$36.2 million
Net (loss) profit after taxation	**(HK$26.0 million)**	HK$1.3 million

The board (the "**Board**") of directors (the "**Directors**") of Twintek Investment Holdings Limited (the "**Company**") is pleased to announce the consolidated results of the Company and its subsidiaries (collectively referred to as the "**Group**") for the year ended 31 March 2026, together with comparative figures of the corresponding period in 2025.

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	3	**194,564**	207,178
Cost of sales and services		**(178,117)**	(170,941)
Gross profit		**16,447**	36,237
Other income	4	**1,551**	4,799
Selling and distribution expenses		**(1,393)**	(2,856)
Administrative expenses		**(38,689)**	(32,482)
Finance costs		**(3,530)**	(4,271)
(Loss) profit before taxation		**(25,614)**	1,427
Income tax expenses	5	**(348)**	(111)
(Loss) profit and total comprehensive (expense) income for the year attributable to the owners of the Company	6	**(25,962)**	1,316
(Loss) earnings per share:			
Basic and diluted *(HK cents)*	8	**(3.25)**	0.16

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2026

	Notes	**2026** **HK$'000**	2025 HK$'000
Non-current assets			
Property, plant and equipment		**38,456**	46,856
Right-of-use assets		**246**	1,126
Prepayment and deposits paid for life insurance policies		**7,209**	6,934
Deposits, prepayments and other receivables		**–**	131
		45,911	55,047
Current assets			
Inventories		**1,057**	1,293
Contract assets		**59,213**	95,112
Trade receivables	9	**1,926**	12,350
Deposits, prepayments and other receivables		**5,882**	3,647
Pledged bank deposits		**10,000**	18,906
Bank balances and cash		**13,568**	8,011
		91,646	139,319
Current liabilities			
Trade and bills payables	10	**16,355**	19,190
Contract liabilities		**12,328**	14,471
Retention monies payables		**2,437**	2,565
Accrual and other payables		**4,427**	8,707
Bank borrowings		**33,533**	54,380
Lease liabilities		**258**	889
Tax payable		**326**	45
		69,664	100,247
Net current assets		**21,982**	39,072
Total assets less current liabilities		**67,893**	94,119

	Note	2026	2025
		HK$'000	*HK$'000*
Non-current liabilities			
Deferred tax liability		**173**	179
Lease liabilities		**–**	258
		173	437
		67,720	93,682
Capital and reserves			
Share capital	11	**8,000**	8,000
Reserves		**59,720**	85,682
		67,720	93,682

NOTES:

1. GENERAL INFORMATION

Twintek Investment Holdings Limited ("**the Company**") was incorporated and registered as an exempted company with limited liability in the Cayman Islands under the Companies Law, Chapter 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands on 8 February 2017 and its shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited on 17 January 2018. Its ultimate and immediate holding company is Mars Nest Limited, a company incorporated in the British Virgin Islands with limited liability. Its ultimate controlling party is Mr. Liu Chuang. The addresses of the registered office of the Company is PO Box 309, Ugland House, Grand Cayman KY1-1104, the Cayman Islands and the principal place of business of the Company is Room 806, 8/F., Eastern Centre, 1065 King's Road, Quarry Bay, Hong Kong.

The principal activities of the Company and its subsidiaries (hereinafter collectively referred to as the "**Group**") are investment holding, sales of building materials and provision of construction and engineering services.

The consolidated financial statements are presented in Hong Kong dollars ("**HK$**"), which is also the functional currency of the Group.

As at 31 March 2026, the Group had bank balances and cash of approximately HK$13,568,000 and bank borrowings due within one year of approximately HK$33,533,000. Based on the estimation of the future cash flows of the Group and the ability to renew the bank loans upon expiry, the directors believed that the Group will have sufficient working capital to finance its normal operation for the twelve months from the end of the reporting period. Accordingly, the consolidated financial statements have been prepared on a going concern basis.

2. APPLICATION OF AMENDMENTS TO HKFRS ACCOUNTING STANDARDS

In the current year, the Group has applied, for its first time, the following amendments to HKFRS Accounting Standards issued by the Hong Kong Institute of Certified Public Accountants (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 HKFRS Accounting Standards in the current year has had no material impact on the Group's financial performance and position for the current and prior years and/or on disclosures set out in these consolidated financial statements.

New and amendments to HKFRS Accounting Standard issued 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:

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 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 HKFRS 9 and HKFRS 7	Contracts Referencing Nature-dependent Electricity[1]
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 periods beginning on or after a date to be determined

The directors of the Company anticipate that, except as described below, the application of the new and 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; 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 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.

3. REVENUE AND SEGMENT INFORMATION

Revenue represents revenue arising on sales of building materials and provision of construction and engineering services. An analysis of the Group's revenue for the year is as follows:

	2026	2025
	HK$'000	*HK$'000*
Revenue from contracts with customers within the scope of HKFRS 15		
Disaggregation by major products or services lines		
Sales of building materials		
– Gypsum block	**2,599**	8,611
– Wooden flooring	**9,900**	6,457
– Others	**3,025**	1,128
Revenue from provision of construction and engineering services		
– Gypsum block	**38,314**	54,935
– Wooden flooring	**119,320**	92,407
– Demountable partitions	**5,793**	26,029
– Others	**15,613**	17,611
	194,564	207,178

Disaggregation of the Group's revenue by timing of recognition

	2026	2025
	HK$'000	*HK$'000*
Timing of revenue recognition		
At a point in time	**15,524**	16,196
Over time	**179,040**	190,982
Total revenue from contract with customers	**194,564**	207,178

Segment revenues and results

Information reported to the executive directors of the Company, being the chief operating decision maker (the "**CODM**"), for the purposes of resource allocation and assessment of segment performance focuses on types of goods or services delivered or provided. The directors of the Company have chosen to organise the Group around differences in nature of revenue. No operating segments identified by the CODM have been aggregated in arriving at the reportable segments of the Group.

Specifically, the Group's reportable segments are as follows:

- Sales of building materials – trading of building materials; and

- Construction contracts – provision of construction and engineering services.

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

For the year ended 31 March 2026

	Sales of building materials *HK$'000*	Construction contracts *HK$'000*	Total *HK$'000*
Segment revenue			
External sales	**15,524**	**179,040**	**194,564**
Segment profit	**10,771**	**6,000**	**16,771**
Unallocated income			**1,214**
Unallocated corporate expenses			**(40,069)**
Unallocated finance costs			**(3,530)**
Loss before taxation			**(25,614)**

For the year ended 31 March 2025

	Sales of building materials *HK$'000*	Construction contracts *HK$'000*	Total *HK$'000*
Segment revenue			
External sales	16,196	190,982	207,178
Segment profit	10,604	28,299	38,903
Unallocated income			809
Unallocated corporate expenses			(34,014)
Unallocated finance costs			(4,271)
Profit before taxation			1,427

The accounting policies of the operating segments are the same as the Group's accounting policies. Segment profit represents the profit earned by each segment without allocation of central administration costs, impairment on property, plant and equipment and selling and distribution expenses, directors' emoluments, finance costs and certain other income. This is the measure reported to the CODM for the purposes of resource allocation and performance assessment.

4. OTHER INCOME

	2026	2025
	HK$'000	*HK$'000*
Bank interest income	**377**	387
Interest income from deposits paid for life insurance policies	**282**	272
Gain on disposal of property, plant and equipment	**138**	133
Reversal of impairment losses recognised on contract assets	**337**	3,990
Net foreign exchange gain	**4**	12
Others	**413**	5
	1,551	4,799

5. INCOME TAX EXPENSES

	2026	2025
	HK$'000	*HK$'000*
Current tax:		
Hong Kong Profits Tax	**307**	117
Deferred taxation	**(6)**	(6)
Under-provision for prior year	**47**	–
	348	111

Under the two-tiered profits tax rates regime, the first HK$2 million of assessable profits of qualifying corporation will be taxed at 8.25%, and assessable profits above HK$2 million will be taxed at 16.5%. For the years ended 31 March 2026 and 2025, Hong Kong Profits Tax of the qualified entity of the Group is calculated in accordance with the two-tiered profits tax rates regime. The profits of other group entities in Hong Kong not qualifying for the two-tiered profits tax rates regime continue to be taxed at the flat rate of 16.5%.

6. (LOSS) PROFIT FOR THE YEAR

	2026	2025
	HK$'000	*HK$'000*
(Loss) profit for the year has been arrived at after charging (crediting):		
Directors' and chief executive's emoluments	**5,094**	6,288
Other staff costs	**12,024**	11,922
Contribution to defined contribution retirement benefits scheme (excluding directors' and chief executive's emoluments)	**367**	384
Total staff costs	**17,485**	18,594
Auditor's remuneration	**780**	780
Depreciation of property, plant and equipment	**2,049**	2,313
Depreciation of right-of-use assets	**880**	1,160
Impairment loss recognised on trade receivables	**13**	1,324
Reversal of impairment loss recognised on contract assets	**(337)**	(3,990)
Impairment on property, plant and equipment	**6,896**	–
Net foreign exchange gain	**(4)**	(12)
Gain on disposal of property, plant and equipment	**(138)**	(133)
Expense relating to short-term lease	**230**	231
Amount of inventories recognised as an expense	**2,386**	5,769

7. DIVIDENDS

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

8. (LOSS) EARNINGS PER SHARE

The calculation of the basic and diluted (loss) earnings per share attributable to the owners of the Company is based on the following data:

	2026	2025
	HK$'000	*HK$'000*
(Loss) earnings		
(Loss) earnings for the purpose of basic and diluted (loss) earnings per share, representing (loss) profit for the year attributable to owners of the Company	**(25,962)**	1,316

	2026	2025
Number of shares		
Weighted average number of ordinary shares for the purpose of basic and diluted (loss) earnings per share *('000 shares)*	**800,000**	800,000

The (loss) earnings per share is the same as the basic (loss) earnings per share as there were no dilutive potential ordinary shares outstanding for the years ended 31 March 2026 and 2025.

9. TRADE RECEIVABLES

The following is an analysis of trade receivables at the end of each reporting period:

	2026	2025
	HK$'000	*HK$'000*
Trade receivables	**4,772**	15,183
Less: allowance for impairment loss of trade receivables	**(2,846)**	(2,833)
	1,926	12,350

The average credit period granted to trade customers ranged from 30 to 60 days.

The following is an aging analysis of trade receivables, net of allowance for impairment loss of trade receivables, presented based on the invoice dates at the end of the reporting period.

	2026	2025
	HK$'000	*HK$'000*
Within 30 days	**194**	9,142
31 to 60 days	**98**	601
61 to 90 days	**589**	–
Over 90 days	**1,045**	2,607
	1,926	12,350

10. TRADE AND BILLS PAYABLES

	2026	2025
	HK$'000	*HK$'000*
Trade payables	**6,534**	13,020
Bills payables	**9,821**	6,170
	16,355	19,190

The following is an aging analysis of trade and bills payables presented based on the invoice date at the end of the reporting period:

	2026	2025
	HK$'000	*HK$'000*
Within 30 days	**5,884**	13,722
31 to 90 days	**7,149**	3,465
91 to 180 days	**3,000**	1,731
Over 180 days	**322**	272
	16,355	19,190

The average credit period on purchases of goods is 30 to 60 days. The Group has financial risk management policies in place to ensure that all payables are settled within the credit timeframe.

11. SHARE CAPITAL

The share capital as at 31 March 2026 and 2025 represented the share capital of the Company.

	Number of shares	**Share capital**
		HK$'000
Ordinary shares of HK$0.01 each		
Authorised:		
At 1 April 2024, 31 March 2025, 1 April 2025 and 31 March 2026	2,000,000,000	20,000
Issued and fully paid:		
At 1 April 2024, 31 March 2025, 1 April 2025 and 31 March 2026	800,000,000	8,000

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW AND MARKET PROSPECT

The Group is a building materials contractor providing building materials and the relevant installation services mainly in Hong Kong. The Group's products mainly consist of (i) timber flooring products; (ii) interior wall-fill materials, in particular, gypsum block, plasterboard and drywall partition products; (iii) interior composite panel lining, in particular, SPC wall panels; (iv) demountable partition system; (v) fire protection board; and (vi) roof tiles.

During the year ended 31 March 2026 (the "**Year**"), the Group continued to operate in a dynamic business environment, with high inflation and interest rate hikes in some major economies including the United States of America. In the local context, despite there being a rebound in capital and private residential market, tightened budget from main developers and increase in costs of raw materials hindered the Group's performance. As a result, the Group recorded a decrease in revenue to approximately HK$194.6 million, and recorded a net loss of approximately HK$26.0 million for the Year, as compared to revenue and net profit of approximately HK$207.2 million and HK$1.3 million for the year ended 31 March 2025, respectively.

According to the data from the Rating and Valuation Department, the number of private residential properties completed in 2025 decreased by approximately 24.0% when compared with 2024. However, the rebound of private residential market made property developers speed up the construction progress, and the revenue generated from timber flooring projects for the Year has been increased to approximately HK$129.2 million.

The 10-Year Hospital Development Plan contained in the 2016 Policy Address of the Chief Executive would continue to be the key footprint for the Group to pursue in its business development. Having considered the stringent requirements related to hospitals construction projects, the Group kept up the efforts to improve the technicality of its gypsum block installation system, so as to facilitate compliance with the enhanced construction standards to maintain its competitiveness. In previous years, the Group's efforts have been proven successful by its completion of several large-scale hospital projects in both private and public sectors. Going onward, the Group trusts it remains well-positioned to take on further potential business opportunities brought by the 10-Year Hospital Development Plan, the implementation of which is being robustly driven by the Hong Kong Government. During the Year, the Group had strived its best in completing a large-scale hospital project, and a public utility project for the supply and installation of gypsum block products, and working on a supply and installation project under the 10-Year Hospital Development Plan. As of now, the Group has three projects under the 10-Year Hospital Development Plan in supply and installation of gypsum block products on hand.

In 2019, the Group introduced several new products including interior composite panel lining, in particular, the SPC wall panel, a panel lining with anti-bacterial, eco-friendly properties, which provides a quicker and budgeted solution to the Group's customers compared to conventional installation methods and is well-suited to the latest industry trend requiring faster construction. During the Year, the Group has been working on a large-scale hospital project for the supply and installation of SPC wall panels with a contract sum of approximately HK$12.2 million. With an increasing awareness about public health and safety amidst the COVID-19 pandemic, the Group foresees an increase in demand for the anti-bacterial SPC wall panels from its customers.

The Group's demountable partition system started to emerge in the market. After completing three public utility projects in supply and installation of demountable partition system in the Year, the Group is preparing for another project.

The Group kept exploring the fitout sector so as to fully utilise its interior installation experience and to achieve vertical integration and diversification of its business segments. The Group has so far received positive response from its customers.

On 28 October 2025, (i) Mars Nest Limited (the "**Offeror**") (as purchaser), entered into a sale and purchase agreement with Helios Enterprise Holding Limited ("**Helios**"), Ms. Lo Pui Ying Janice and Mr. Lo Ka Chun Oscar (as vendors) for the acquisition of an aggregate of 510,000,000 shares of the Company (the "**Shares**"), representing 63.75% of the total issued share capital of the Company, at a total consideration of HK$124,312,500 (equivalent to a consideration of HK$0.24375 per Share); and (ii) Mr. Lee Ho Yuen (as purchaser) entered into a sale and purchase agreement with Helios (as vendor) for the acquisition of 90,000,000 Shares, representing 11.25% of the total issued share capital of the Company, at a total consideration of HK$21,937,500 (equivalent to a consideration of HK$0.24375 per Share). The total consideration was fully settled on 28 October 2025 and the acquisitions of Shares have been completed on the same day.

By partnering with Mr. Liu, the Company will have the opportunity to benefit from his profound experience in business operations and management to further enhance its competitive position in the rapidly evolving industry landscape in which the Group operates, including the lingering inflationary pressure which impacted the material costs as well as the increasing client demand for swift response in product and service delivery. In light of the challenging macroeconomic environment the Group encountered, while it is the intention of the Offeror that the Group will continue with its existing principal business, the Offeror will conduct a detailed review of the long-term business development plan of the Group, including exploring new business opportunities and diversifying its source of revenue. Mr. Liu's client management experience accumulated from his years of experience in business operation and corporate affairs will assist the Company in establishing and maintaining business relationships to enhance the customer base of the Group for sustainable development, and his technology background may assist the Group in enhancing its market competitiveness by adopting construction technology in product development and planning, designing, building and managing projects.

Looking forward, the Group will continue to focus on its competitive edge. The Directors believe that the Group will benefit from the promising medium-to-long term outlook of the Hong Kong construction industry. In the long run, the Group will continue to use all endeavors to manage upcoming challenges in the fast-changing environment and maintain its leading position among industry players to achieve satisfactory results in the future.

FINANCIAL REVIEW

Revenue

The Group's revenue was generated from two segments: (i) construction contracts, i.e. provision of construction and engineering services; and (ii) sales of building materials. The Group's total revenue decreased by approximately HK$12.6 million, or approximately 6.1%, from approximately HK$207.2 million for the year ended 31 March 2025 to approximately HK$194.6 million for the year ended 31 March 2026.

The following table sets forth the details of the Group's revenue sources:

	For the year ended 31 March			
	2026		2025	
	HK$ million	%	*HK$ million*	%
Construction contracts	**179.1**	**92.0**	191.0	92.2
Sales of building materials	**15.5**	**8.0**	16.2	7.8
Total	**194.6**	**100.0**	207.2	100.0

Construction Contracts

The Group's revenue generated from construction contracts decreased from approximately HK$191.0 million for the year ended 31 March 2025 to approximately HK$179.1 million for the year ended 31 March 2026, represented a decrease of approximately HK$11.9 million or approximately 6.2%. During the year ended 31 March 2026, as several major contracts have reached its final stage of completion, while the new contracts were in initial stage of work. Hence, revenue generated from construction contracts has decreased accordingly.

Sales of Building Materials

The Group's revenue generated from sales of building materials slightly decreased by approximately HK$0.7 million, or approximately 4.3%, from approximately HK$16.2 million for the year ended 31 March 2025 to approximately HK$15.5 million for the year ended 31 March 2026. The decrease in sales of building materials is directly attributable to the decrease in sales orders of gypsum block products for the year ended 31 March 2026.

Cost of Sales and Services

The Group's cost of sales and services amounted to approximately HK$178.1 million for the year ended 31 March 2026, increased by approximately 4.2% (2025: approximately HK$170.9 million). Cost of sales and services mainly comprised material costs and subcontracting costs, which together accounted for approximately 96.2% (2025: approximately 98.9%) of the Group's total cost of sales and services for the year ended 31 March 2026.

The Group's material costs mainly comprises timber flooring materials and gypsum block materials. The Group recorded a decrease in material costs under cost of sales and services by approximately 3.9% for the year ended 31 March 2026, which was generally in line with the decrease in revenue for the year ended 31 March 2026.

The Group recorded an increase in subcontracting costs under cost of sales and services by approximately 7.0% for the year ended 31 March 2026. As several projects were in final stage of completion, additional costs have been incurred in modifying the defects. Thus, the subcontracting costs increased accordingly.

Gross Profit and Gross Profit Margin

The Group's gross profit decreased by approximately HK$19.8 million, from approximately HK$36.2 million for the year ended 31 March 2025 to approximately HK$16.4 million for the year ended 31 March 2026. The Group's gross profit margin decreased from approximately 17.5% for the year ended 31 March 2025 to approximately 8.5% for the year ended 31 March 2026.

The gross profit and gross profit margin of the Group's projects were affected by a number of factors, including terms of contract, the length of contractual period, scope of work, technical complexity, variation orders (if any) and/or work programme, and therefore vary from project to project.

With the increase in competition from competitors with aggressive pricing strategies, the Group carefully estimated the gross profit of each project before accepting a new bid.

Other than the above factors, the Group's gross profit margin is generally related to the proportion of the Group's revenue generated from sales of building materials. In general, the gross profit margin of sales of building materials is higher than that of construction contracts, as the labour cost in Hong Kong is generally much higher than the material cost which lowers the gross profit margin of construction contracts.

Other Income

The Group's other income decreased from approximately HK$4.8 million for the year ended 31 March 2025 to approximately HK$1.6 million for the year ended 31 March 2026. The Group's other income for the year ended 31 March 2026 mainly consists of reversal of impairment on contract assets of approximately HK$0.3 million, compensation from employee injury claims received from insurance company of approximately HK$0.4 million, interest income from deposits paid for life insurance policies of approximately HK$0.3 million, and bank interest income of approximately HK$0.4 million.

Selling and Distribution Expenses

The Group's selling and distribution expenses mainly comprised transportation expenses, storage expenses and business development expenses. The total selling and distribution expenses decreased by approximately HK$1.5 million, or approximately 51.7%, from approximately HK$2.9 million for year ended 31 March 2025 to approximately HK$1.4 million for the year ended 31 March 2026. The decrease in selling and distribution expenses was in line with the decrease in revenue generated from the German-made gypsum block products, which required less shipments and in turn decrease the selling and distribution expenses.

Administrative Expenses

The Group's administrative expenses increased by approximately HK$6.2 million, or approximately 19.1%, from approximately HK$32.5 million for the year ended 31 March 2025 to approximately HK$38.7 million for the year ended 31 March 2026. The increase in administrative expenses was mainly caused by an impairment loss on properties of approximately HK$6.9 million, owing to the drop in market value of industrial buildings during the year ended 31 March 2026.

Finance Costs

With the decrease in bank borrowings, the Group's finance costs decreased by approximately HK$0.8 million, or approximately 18.6%, from approximately HK$4.3 million for the year ended 31 March 2025 to approximately HK$3.5 million for the year ended 31 March 2026.

Income Tax Expenses

The Group's recorded a net loss for the year ended 31 March 2026 and thus has minimal income tax exposure.

Net (Loss)/Profit

The Group recorded a net loss of approximately HK$26.0 million for the Year, as compared to the net profit of approximately HK$1.3 million for the year ended 31 March 2025. The turnaround from net profit to net loss was mainly attributed to the decrease in gross profit, impairment on the properties owing to the drop in market value of industrial buildings, and the absence of reversal of impairment loss of a project as mentioned above.

LIQUIDITY AND FINANCIAL RESOURCES REVIEW

The Group had normally funded its liquidity and capital requirements primarily through bank borrowings and net cash generated from operating activities.

Total Equity and Net Current Assets

The total equity of the Group mainly comprises share capital, share premium and reserves. The total equity of the Group as at 31 March 2026 was approximately HK$67.7 million (2025: approximately HK$93.7 million).

As at 31 March 2026, the Group's net current assets were approximately HK$22.0 million (2025: approximately HK$39.1 million).

Cash and Cash Equivalents

As at 31 March 2026, the Group had cash and cash equivalents of approximately HK$13.6 million (2025: approximately HK$8.0 million).

Bank Borrowings

As at 31 March 2026, the Group had bank borrowings of approximately HK$33.5 million (2025: approximately HK$54.4 million) carried at floating interest rates.

Key financial ratios

	As at 31 March	
	2026	2025
Gearing ratio	**49.9%**	59.3%
Current ratio	**1.3**	1.4

Gearing ratio: Gearing ratio is calculated based on the total debts (including all interest-bearing borrowings and loans, and lease liability) divided by the total equity as at the end of the reporting period.

Current ratio: Current ratio is calculated based on the total current assets divided by the total current liabilities.

Going forward, the Group expects to fund its future operations and expansion plans primarily with cash generated from business operations and bank borrowings.

PLEDGE OF ASSETS

As at 31 March 2026, the Group's banking facilities were secured by properties with net carrying amount of approximately HK$36.5 million (2025: approximately HK$46.1 million), prepayment and deposits paid for life insurance policies of approximately HK$7.2 million (2025: approximately HK$6.9 million) and pledged bank deposits of approximately HK$10.0 million (2025: approximately HK$18.9 million).

CAPITAL EXPENDITURE

During the year ended 31 March 2026, the Group acquired items of property, plant and equipment of approximately HK$0.5 million (2025: approximately HK$17,000).

CONTINGENT LIABILITIES

As at 31 March 2026, the Group was involved in two litigations and potential claims against the Group in relation to work-related injury. In the opinion of the Directors, the litigations and potential claims are not expected to have a material impact on the consolidated financial statements, as insurance policy has been adopted by main contractor to cover potential losses. Accordingly, no provision has been made to the consolidated financial statements for the year ended 31 March 2026.

The Group provided guarantee of performance bonds in its ordinary course of business. As at 31 March 2026, the Group's contingent liabilities in relation to performance bonds were approximately HK$5.6 million (2025: approximately HK$5.6 million).

CAPITAL COMMITMENTS

The Group has no capital commitment as at 31 March 2026 (2025: nil).

PRINCIPAL RISKS AND UNCERTAINTIES

Fluctuating Cash Flows Pattern

The Group may incur net cash outflows at the early stage of carrying out works when it is required to pay material costs and/or for subcontractors prior to receiving payment from customers. Customers will pay progress payments after works commenced and after such works have been certified by customers. Accordingly, the Group may experience net cash outflows to pay certain material costs and/or subcontractors' fees while the respective progress payments may not be received in the same periods. If during any particular period of time, there exists too many projects which require substantial cash outflows while the Group has significantly less cash inflows, the Group's cash flow position may be adversely affected.

Inaccurate Estimation on the Cost and Work Programme of Projects

As contracts from customers are normally awarded through successful tendering and acceptance of quotation offer, the Group needs to estimate the time and costs based on the tender documents or quotation requests provided by customers in order to determine the tender price or quotation. There is no assurance that the actual execution time and costs of the project would not exceed the Group's estimation.

The actual time taken and costs involved in completing contracts undertaken by the Group may be adversely affected by a number of factors, such as shortage or cost escalation of materials and labour, adverse weather conditions, additional variations to the work plans requested by customers, delays in obtaining any required permits or approvals, disputes with subcontractors or other parties, accidents, changes in Hong Kong government policies and customers' priorities and any other unforeseen problems and circumstances. Any of the aforementioned factors may give rise to delays in completion of works or cost overruns or even termination of projects by customers, which in turn may adversely affect the Group's profitability and liquidity.

Irregular Profit Margin

The Directors believe that the profit margin of each project significantly depends on various factors, such as the terms of the contracts, the length of the contractual period, scope of work, technical complexity, variation orders (if any), the efficiency of implementation of the contractual works and the general market conditions which are beyond the Group's control. As a result, the income flow and the profit margin of each project, which are largely dependent on the terms of the work contracts, may not be entirely regular and consistent and there is no assurance that the profitability of a project can be maintained or estimated at any level. If the profit margin of the project significantly deviates from the estimation of the Directors, the Group's financial position could be adversely affected.

Failure to Obtain New Projects

The Group provides materials and/or relevant installation services to customers generally on a project-by-project basis. The Group's revenue from projects is non-recurring in nature. It cannot be guaranteed that the Group will continue to secure new projects from customers after the completion of the existing awarded projects.

Currency Risk

Certain transactions of the Group are denominated in currencies which are different from the functional currency of the Group, namely, Hong Kong dollars, and therefore the Group is exposed to foreign exchange risk. Payments made by the Group for the settlement of its cost of sales and services are generally denominated in Hong Kong dollars, USD and EUR. Payments received by the Group from its customers are mainly denominated in Hong Kong dollars. The Group continues to monitor closely its exposure to currency movement and may take proactive measures where necessary.

Interest Rate Risk

As at 31 March 2026, the Group had interest-bearing bank borrowings of approximately HK$33.5 million. The Group has not hedged against the respective interest rate risks. All of the Group's current interest-bearing bank borrowings have a floating interest rate. Should there be an increase in interest rate in the future, interest expenses of the Group may increase and cash flows and profitability of the Group may be adversely affected.

Credit Risk – Contract Assets

Contract assets represent a large portion of the Group's assets. The carrying amount of the Group's contract assets of approximately HK$59.2 million as at 31 March 2026 represents the maximum exposure to credit risk in relation to contract assets (2025: approximately HK$95.1 million). In order to minimise the Group's credit risk exposure, the management of the Group is closely monitoring the contract assets and take follow up action if needed.

In assessing credit risk, the Company has taken into account the following factors:

1. Recovery history of the counterparties;

2. Credit rating of the counterparties; and

3. Forward-looking factors of the market.

In addition, the Group has appointed an independent professional valuer in assessing the expected credit loss of contract assets as at 31 March 2026 to ensure impairment loss provided is adequate.

Subsequent to 31 March 2026 and up to 31 May 2026, approximately 17.2% of contract assets as at 31 March 2026 have been subsequently billed to the customers and approximately 15.6% of contract assets as at 31 March 2026 have been settled.

Customer Concentration Risk

During the year ended 31 March 2026, the Group's five largest customers in aggregate accounted for approximately 77.2% (2025: approximately 61.0%) of the Group's total revenue. The largest customer accounted for approximately 46.9% (2025: approximately 29.8%) of the Group's total revenue.

If there is a significant decrease in business engagements with the Group's major customers for whatever reasons, and the Group is unable to obtain comparable business engagements as replacement, the financial conditions and operating results of the Group would be materially and adversely affected. Meanwhile, if any of the Group's five largest customers experiences any liquidity problems, it may result in delay or default of payments to the Group, which in turn would have an adverse impact on the cash flows and financial conditions of the Group.

EMPLOYEES AND REMUNERATION POLICY

As at 31 March 2026, including Ms. Fung, the executive Director, the Group had 26 full-time employees and 1 part-time employee (2025: 30 full-time employees and 1 part-time employee). The total staff costs incurred by the Group for the year ended 31 March 2026 were approximately HK$16.6 million (2025: approximately HK$18.6 million). The decrease in staff costs was mainly due to decrease in average number of staff.

Employees' remuneration packages are determined with reference to the market information and individual performance and will be reviewed on a regular basis. The Group's employees are remunerated according to their job scope, responsibilities, and performance. Employees are also entitled to discretionary bonus depending on their respective performances and the profitability of the Group. Other staff benefits include the provision of retirement benefits and sponsorship of training courses.

The emoluments of Directors and senior management were reviewed by the Remuneration Committee of the Board, having regard to the remuneration paid by comparable companies, experience, responsibilities and performance of the Group, and approved by the Board.

SIGNIFICANT INVESTMENTS HELD, MATERIAL ACQUISITIONS OR DISPOSAL OF SUBSIDIARIES AND AFFILIATED COMPANIES, AND PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS

The Group had no significant investments held, material acquisitions or disposals of subsidiaries and affiliated companies during the year ended 31 March 2026.

PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES OF THE COMPANY

Neither the Company, nor any of its subsidiaries had sold, purchased or redeemed any of the Company's listed securities during the year ended 31 March 2026.

EVENT AFTER THE REPORTING PERIOD

References are made to (i) the joint announcement of Mars Nest Limited and the Company dated 16 December 2025; and (ii) the announcements of the Company dated 20 January 2026, 16 March 2026, 30 April 2026 and 7 May 2026 in relation to, among other matters, the public float of the Company.

As stated in the joint announcement dated 16 December 2025, immediately upon the close of the offer and as at the date of the joint announcement, 88,684,000 shares (representing approximately 11.09% of the then entire issued share capital of the Company) are held by the public (as defined under the Listing Rules). Accordingly, as at the date of the joint Announcement, the Company was not able to fulfill the minimum public float requirement as set out under Rule 8.08(1) of the Listing Rules. The Stock Exchange had granted temporary waivers from strict compliance with Rule 13.32B of the Listing Rules from 16 December 2025 to 8 May 2026. Upon completion of the placing of 111,316,000 shares held by Mars Nest Limited on 7 May 2026, a total of 200,000,000 Shares are held by the public. As such, the Company has restored its public float to 25% from approximately 11.09%. Accordingly, the Company has fulfilled the minimum public float requirement under Rule 13.32B of the Listing Rules.

Save as the above, there is no material subsequent event undertaken by the Company or the Group after 31 March 2026 and up to the date of this announcement.

OTHER INFORMATION

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Group is committed to maintaining high standards of corporate governance to safeguard the interests of the shareholders of the Company and to enhance corporate value and accountability. Save for the deviation from code provision C.2.1 of the Corporate Governance Code (the "**CG Code**") set out in Appendix C1 of the Listing Rules as disclosed below, the Company has adopted the CG Code as the Group's corporate governance practices. In the opinion of the Directors, the Company has complied with the applicable code provisions under the CG Code for the year ended 31 March 2026 except the following:

Pursuant to code provision C.2.1 of the CG Code, the roles of chairman and chief executive officer ("**CEO**") should be separate and should not be performed by the same individual. However, the roles of the Group's chairman and CEO are both performed by Mr. Liu Chuang ("**Mr. Liu**"). Mr. Liu is currently the chairman of the Board and the CEO, responsible for strategic planning and management of the Group's overall business and operations. The Board believes that vesting the roles of both the chairman of the Board and the CEO in the same person can facilitate the execution of the Group's business strategies and boost effectiveness of its operation. The Board considers that the balance of power and authority, accountability and independent decision-making under the present arrangement will not be impaired due to the diverse background and experience of the non-executive Director and independent non-executive Directors. Further, the audit committee (the "**Audit Committee**"), which consists of three independent non-executive Directors, has free and direct access to the Company's external auditors and independent professional advisers when it considers necessary.

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") set out in Appendix C3 to the Listing Rules as its own code of conduct regarding securities transactions by the Directors. Specific enquiry has been made to the executive Directors, non-executive Director and independent non-executive Directors, who have confirmed that they have complied with the Model Code for the year ended 31 March 2026.

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 ended 31 March 2026 as set out in the preliminary announcement have been agreed by the Group's auditor, SHINEWING (HK) CPA Limited ("**SHINEWING**"), to the amounts set out in the Group's audited consolidated financial statements for the year. The work performed by SHINEWING 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 on the preliminary announcement.

AUDIT COMMITTEE'S REVIEW

The Company has established the Audit Committee with written terms of reference which deal clearly with its authority and duties.

The Audit Committee of the Company has reviewed the Group's consolidated financial statements for the year ended 31 March 2026, including the accounting principles and practices adopted by the Group and recommended to the Board for approval.

FINAL DIVIDEND

The Board does not recommend the payment of a final dividend for the year ended 31 March 2026 (2025: nil).

CLOSURE OF REGISTER OF MEMBERS

For determining the entitlement to attend and vote at the annual general meeting (the "**AGM**") of the Company to be held on Monday, 17 August 2026, the register of members of the Company will be closed from Wednesday, 12 August 2026 to Monday, 17 August 2026 (both days inclusive), during which period no transfer of shares of the Company will be registered. The record date for determination of entitlements of the members of the Company to attend and vote at the AGM will be on Monday, 17 August 2026. In order to be eligible to attend and vote at the AGM, all transfer forms accompanied by the relevant share certificates must be lodged with the Company's registrar, Tricor Investor Services Limited, 17/F., Far East Finance Centre, 16 Harcourt Road, Hong Kong, for registration no later than 4:30 p.m. on Tuesday, 11 August 2026.

PUBLICATION OF THE RESULTS ANNOUNCEMENT AND ANNUAL REPORT

This results announcement is published on the Company's website (www.kwantaieng.com) and the website of the Stock Exchange (www.hkexnews.hk). The annual report of the Company for the year ended 31 March 2026 will also be available at the respective websites of the Company and the Stock Exchange in late July 2026.

By order of the Board
Twintek Investment Holdings Limited
Liu Chuang
Chairman and executive Director

Hong Kong, 30 June 2026

As at the date of this announcement, the executive Directors are Mr. Liu Chuang (Chairman), Mr. Choi Chi Fai and Ms. Fung Pik Mei, the non-executive Director is Mr. Lui Chun Pong, and the independent non-executive Directors are Mr. Eric Todd, Mr. Lam Cheung Shing, Richard and Ms. Yeung Ka Wai.