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## ANNUAL RESULTS FOR THE YEAR ENDED 31 MARCH 2026

### FINANCIAL HIGHLIGHTS:

- Revenue for the year amounted to approximately HK\$107.4 million, compared to HK\$115.8 million for last year.
- Loss for the year attributable to owners of the Company was approximately HK\$478.9 million, compared to a loss of approximately HK\$381.9 million for last year.

The board (the “**Board**”) of directors (the “**Director(s)**”) of Coastal Greenland Limited (the “**Company**”) hereby announces the audited consolidated annual results of the Company and its subsidiaries (collectively the “**Group**”) for the year ended 31 March 2026 (the “**Year**” or “**FY2026**”), together with comparative audited figures for the year ended 31 March 2025. The following financial information is extracted from the audited consolidated financial statements as contained in the Group’s 2025/26 annual report which is to be published by the Group.

\* For identification purpose only

## CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

*For the year ended 31 March 2026*

	<i>Notes</i>	<b>2026</b> <i>HK\$'000</i>	2025 <i>HK\$'000</i>
<b>Revenue</b>	5	<b>107,409</b>	115,838
Cost of sales		<u>(105,523)</u>	<u>(220,737)</u>
<b>Gross profit/(loss)</b>		<b>1,886</b>	(104,899)
Other income and gains	6	<b>6,799</b>	20,692
Marketing and selling expenses		<b>(1,974)</b>	(109)
Administrative expenses		<b>(34,202)</b>	(54,412)
Reversal of/(provision for) impairment loss on trade receivables		<b>46</b>	(615)
Impairment loss on prepayments, deposits and other receivables, net		<b>(120,364)</b>	(95,107)
Impairment loss on due from associates		<b>–</b>	(27,888)
Other expenses		<b>(56,549)</b>	(44,314)
Write-down of land held for property development for sale		<b>(278,324)</b>	(41,475)
Finance costs	7	<u>(20,399)</u>	<u>(30,839)</u>
<b>Loss before taxation</b>	9	<b>(503,081)</b>	(378,966)
Income tax credit/(expense)	8	<u>24,156</u>	<u>(2,895)</u>
<b>Loss for the year</b>		<u>(478,925)</u>	<u>(381,861)</u>
<b>Other comprehensive income/(expense) for the year</b>			
<i>Items that will not be reclassified to profit or loss:</i>			
Exchange differences arising on translation to presentation currency, net		<b>38,216</b>	(44,456)
Deficit on revaluation of leasehold properties		<b>(3,778)</b>	(46,372)
Change in fair value of equity investments at fair value through other comprehensive income, net of tax		<u>5,007</u>	<u>(20,072)</u>
<b>Other comprehensive income/(expense) for the year</b>		<u>39,445</u>	<u>(110,900)</u>
<b>Total comprehensive expense for the year</b>		<u><u>(439,480)</u></u>	<u><u>(492,761)</u></u>

	<i>Note</i>	<b>2026</b> <i>HK\$'000</i>	2025 <i>HK\$'000</i>
<b>Loss for the year attributable to:</b>			
Owners of the Company		(478,924)	(381,861)
Non-controlling interests		<u>(1)</u>	<u>–</u>
		<b><u>(478,925)</u></b>	<b><u>(381,861)</u></b>
<b>Total comprehensive expense for the year attributable to:</b>			
Owners of the Company		(439,487)	(493,134)
Non-controlling interests		<u>7</u>	<u>373</u>
		<b><u>(439,480)</u></b>	<b><u>(492,761)</u></b>
		<i>HK cents</i>	<i>HK cents</i>
<b>Loss per share</b>			
Basic and diluted	<i>11</i>	<b><u>(115.51)</u></b>	<b><u>(92.10)</u></b>

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

*As at 31 March 2026*

	<i>Notes</i>	<b>2026</b> <i>HK\$'000</i>	2025 <i>HK\$'000</i>
<b>Non-current assets</b>			
Property, plant and equipment		<b>83,739</b>	92,614
Investment properties		<b>2,152</b>	2,059
Interest in associates		–	–
Due from associates		–	–
Financial assets at fair value through other comprehensive income (“FVTOCI”)		<b>51,232</b>	41,986
Trade receivables	<i>12</i>	<b>35,849</b>	67,011
		<hr/> <b>172,972</b>	<hr/> 203,670
<b>Current assets</b>			
Land held for property development for sale		<b>345,433</b>	606,829
Completed properties for sale		<b>41,718</b>	145,858
Trade receivables	<i>12</i>	<b>74,206</b>	33,834
Prepayments, deposits and other receivables	<i>13</i>	<b>304,982</b>	404,034
Pledged bank deposits		<b>105</b>	101
Cash and bank balances		<b>650</b>	2,091
		<hr/> <b>767,094</b>	<hr/> 1,192,747
<b>Current liabilities</b>			
Other payables and accruals	<i>14</i>	<b>106,639</b>	33,968
Due to a substantial shareholder of the Company		<b>282,403</b>	267,895
Due to directors		<b>2,333</b>	2,166
Interest-bearing bank and other borrowings		<b>140,445</b>	150,854
		<hr/> <b>531,820</b>	<hr/> 454,883

		2026	2025
	<i>Note</i>	<b><i>HK\$'000</i></b>	<b><i>HK\$'000</i></b>
<b>Net current assets</b>		<u>235,274</u>	<u>737,864</u>
<b>Total assets less current liabilities</b>		<u>408,246</u>	<u>941,534</u>
<b>Non-current liabilities</b>			
Interest-bearing bank and other borrowings		–	73,361
Deferred tax liabilities		<u>9,972</u>	<u>30,419</u>
		<u>9,972</u>	<u>103,780</u>
<b>NET ASSETS</b>		<b><u>398,274</u></b>	<b><u>837,754</u></b>
<b>CAPITAL AND RESERVES</b>			
Share capital	<i>15</i>	414,602	414,602
Reserves		<u>(20,182)</u>	<u>418,172</u>
Equity attributable to owners of the Company		394,420	832,774
Non-controlling interests		<u>3,854</u>	<u>4,980</u>
<b>TOTAL EQUITY</b>		<b><u>398,274</u></b>	<b><u>837,754</u></b>

## NOTES

### 1. GENERAL INFORMATION

The Coastal Greenland Limited (the “**Company**”) is incorporated in Bermuda as an exempted company with limited liability and its shares are listed on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”). The registered office of the Company is located at Canon’s Court, 22 Victoria Street, PO Box HM 1179, Hamilton HM EX, Bermuda, and the principal place of business of the Company is located at Suite 1712-16, 17/F, China Merchants Tower Shun Tak Centre, 168-200 Connaught Road Central, Sheung Wan, Hong Kong.

The Company and its subsidiaries (collectively referred to as the “**Group**”) are principally engaged in the following activities:

- property development
- property investment
- project management services
- project investment services

In the opinion of the directors of the Company (the “**Directors**”), the holding company and the ultimate holding company of the Company is Coastal International Holdings Limited, which is incorporated in the British Virgin Islands.

### 2. BASIS OF PREPARATION AND PRESENTATION

The consolidated financial statements have been prepared in accordance with HKFRS Accounting Standards as issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”) and the disclosure requirements of the Hong Kong Companies Ordinance. 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**”). They have been prepared under the historical cost convention, except for leasehold land and buildings, investment properties and financial assets at FVTOCI which have been measured at revalued amount or fair values, as appropriate.

The consolidated financial statements are presented in Hong Kong dollars (“**HK\$**”) which is different from functional currency of the Company, Renminbi (“**RMB**”). The Directors consider that HK\$ is the appropriate presentation currency in view of its place of listing, and all values are rounded to the nearest thousand except when otherwise indicated.

In preparing the consolidated financial statements, the Directors have considered the future liquidity of the Group in view of its recurring losses incurred. The Group incurred a loss attributable to owners of the Company of approximately HK\$478.9 million for the year ended 31 March 2026 and, as of that date, the Group had interest-bearing bank and other borrowings, and due to a substantial shareholder of the Company in total of approximately HK\$422.8 million, out of which approximately HK\$140.4 million will be due for repayment within the next twelve months and approximately HK\$282.4 million will be repayable on a substantial shareholder's demand, while its available cash and bank balances amounted to approximately HK\$0.7 million only.

In addition, during the year ended 31 March 2026, other borrowings with a principal amount of HK\$80,000,000 that matured on 19 December 2024 remained outstanding and were not fully repaid. On 16 September 2025, the Group entered into a settlement agreement with the lender, pursuant to which the original maturity default was resolved and the borrowing was extended on revised principal repayment terms. Under the revised terms, principal is repayable in instalments over an initial term of 12 months from the agreement date, and the loan term will be automatically extended to 24 months upon due settlement of the final instalment under the initial 12-month repayment schedule. The lender is not entitled to demand immediate repayment of the outstanding principal during the term save in the event of default. These other borrowings continue to be secured by the Group's leasehold land and buildings, with a carrying amount of approximately HK\$81,000,000. During the year ended 31 March 2026, the Group made scheduled principal repayments of HK\$14,230,000 in accordance with the settlement agreement, together with HK\$2,000,000 of principal repaid prior to the agreement. As at 31 March 2026, the principal of these other borrowings amounting to HK\$63,770,000 remained outstanding. The Group paid interest totalling HK\$12,346,000 during the year ended 31 March 2026 in respect of these borrowings. In addition, subsequent to the reporting date, on 13 April 2026, a further tranche of the Group's other borrowings with a principal amount of HK\$73,560,000 matured and remained unpaid up to the date of approval of the consolidated financial statements. This borrowing is secured by the Group's financial assets at FVTOCI with a carrying amount of HK\$23,402,000, and is additionally supported by a personal guarantee from a substantial shareholder of the Group together with his personal assets. On 22 April 2026, the Group further pledged trade receivables of HK\$108,383,000 as additional collateral for this borrowing. As at 31 March 2026, interest in arrears in respect of this borrowing amounted to HK\$2,344,000. The Group has been in ongoing negotiations with the lenders regarding the renewal or extension of the above other borrowing facilities.

In respect of default status under the loan agreements, the non-repayment of overdue principal and interest in respect of the HK\$73,560,000 borrowing constitutes an event of default under its terms. In the event of default, the lenders are entitled to sell, transfer, or otherwise dispose of any of the pledged assets. Up to the date of approval of the consolidated financial statements, none of the lenders had demanded immediate repayment of the outstanding principal nor exercised their rights to take possession of the pledged assets.

These events and conditions indicate the existence of a material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern.

Notwithstanding the above circumstances, the consolidated financial statements have been prepared on a going concern basis, the validity of the going concern basis is dependent upon the success of the Group's future operations, its ability to generate adequate cash flows in order to meet its obligations as and when fall due and its ability to refinance or restructure its borrowings such that the Group can meet its future working capital and financing requirements.

Also, the Directors are of the opinion that the Group will be able to finance its future financing requirements and working capital based on the following considerations:

- the Directors have carried out a detail review of the working capital forecast of the Group for not less than fifteen months from 31 March 2026, which took into account the projected future working capital of the Group;
- the Group has been negotiating with the lenders of the borrowings and creditors for the renewal, replacement or extension of repayments of borrowings and other payables to a date when the Group has adequate working capital to serve the repayments;
- the Group has been implementing measures to accelerate the sale of its completed properties held for sale, and speeding up the collection of sales proceeds and other receivables;
- to dispose of its non-core assets when suitable;
- the Group has been taking active measures to control administrative costs;

- the substantial shareholder of the Company has undertaken not to demand repayment of debts due from the Group amounting approximately HK\$282.4 million until the Group is in a financial position to do so. In addition, the substantial shareholder further advanced HK\$0.5 million in May 2026 to the Group with the same terms as with the HK\$282.4 million as stated above to strength the Group's liquidity position, and agreed to provide continual financial support and adequate funds to the Group to meet its liabilities as and when they fall due.

In view of the above, the Directors are of the opinion that there will be sufficient financial resources available to the Group to enable it to meet its liabilities as and when they fall due and to continue as a going concern. Accordingly, the Directors have prepared the consolidated financial statements on a going concern basis.

Notwithstanding the above, significant uncertainties exist as to whether the Directors will be able to achieve its plans and measures as described above. Whether the Group will be able to continue as a going concern would depend upon the Group's ability to generate adequate financing and operating cash flows in the near future.

Should the Group be unable to continue to operate as a going concern, adjustments would have to be made to write down the value of assets to their recoverable amounts, to provide for further liabilities which might arise and to reclassify non-current assets and non-current liabilities as current assets and current liabilities respectively. The effects of these adjustments have not been reflected in the consolidated financial statements.

### **3. APPLICATION OF AMENDMENTS TO HKFRS ACCOUNTING STANDARDS**

#### **Amendments to a HKFRS Accounting Standards that are mandatorily effective for the current year**

In the current year, the Group has applied, for the first time, the following amendments to a HKFRS Accounting Standard 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 a HKFRS Accounting Standard in the current year has had no material impact on the Group's financial positions and performance for the current and prior years and/or on the disclosures set out in these consolidated financial statements.

## **New and amendments to HKFRS Accounting Standards 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:

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

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

<sup>2</sup> Effective for annual periods beginning on or after 1 January 2027.

<sup>3</sup> Effective for annual periods beginning on or after a date to be determined.

The Directors anticipate that except for the new HKFRS Accounting Standard mentioned below, the application of the new and amendments to HKFRS Accounting Standard 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 Presentation and Disclosure in Financial Statements, which sets out requirements on presentation and disclosures in financial statements, will replace HKAS 1 Presentation of Financial Statements. This new HKFRS Accounting Standard, while carrying forward many of the requirements in HKAS 1, introduces new requirements to present specified categories and defined subtotals in the statement of profit or loss; provide disclosures on management-defined performance measures in the notes to the financial statements and improve aggregation and disaggregation of information to be disclosed in the financial statements. In addition, some HKAS 1 paragraphs have been moved to HKAS 8 and HKFRS 7. Minor amendments to HKAS 7 Statement of Cash Flows and HKAS 33 Earnings per Share are also made. HKFRS 18, and amendments to other standards, will be effective for annual periods beginning on or after 1 January 2027, with early application permitted. The application of the new standard is expected to affect the presentation of the statement of profit or loss and disclosures in the future financial statements. The Group is in the process of assessing the detailed impact of HKFRS 18 on the Group's consolidated financial statements.

#### 4. SEGMENT INFORMATION

The Group's operating businesses are structured and managed separately, according to the nature of their operations and the products and services they provide. Operating segments are identified on the basis of internal reports about components of the Group that are regularly reviewed by the board (the "**Board**") of directors, being the chief operating decision maker (the "**CODM**") in order to allocate resources to segments and to assess their performance. No operating segment identified by the CODM has been aggregated in arriving at the reportable segments of the Group. Summary details of the Group's reportable and operating segments are as follows:

- the property development segment engages in the development of properties for sale in the People's Republic of China (the "**PRC**");
- the property investment segment invests in commercial and residential properties located in the PRC for their rental income potential and/or for capital appreciation; and
- the project management services segment engages in the provision of project management services in the PRC.

## Segment revenue and results

The Group's revenue and results are substantially derived from operations in the PRC. The following is an analysis of the Group's revenue and results by reportable and operating segments:

	Property development		Property investment		Project management services		Consolidated	
	2026 HK\$'000	2025 HK\$'000	2026 HK\$'000	2025 HK\$'000	2026 HK\$'000	2025 HK\$'000	2026 HK\$'000	2025 HK\$'000
<b>Segment revenue:</b>								
Sales to external customers	<u>107,151</u>	<u>113,712</u>	<u>258</u>	<u>2,126</u>	<u>-</u>	<u>-</u>	<u>107,409</u>	<u>115,838</u>
<b>Disaggregation of revenue:</b>								
Primary geographical markets								
Dalian	-	113,712	-	-	-	-	-	113,712
Dongguan	-	-	128	207	-	-	128	207
Shanghai	-	-	46	70	-	-	46	70
Shenzhen	<u>107,151</u>	<u>-</u>	<u>84</u>	<u>1,849</u>	<u>-</u>	<u>-</u>	<u>107,235</u>	<u>1,849</u>
Total	<u>107,151</u>	<u>113,712</u>	<u>258</u>	<u>2,126</u>	<u>-</u>	<u>-</u>	<u>107,409</u>	<u>115,838</u>
Time of revenue recognition:								
At a point in time	<u>107,151</u>	<u>113,712</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>107,151</u>	<u>113,712</u>
Transferred over time	<u>-</u>	<u>-</u>	<u>258</u>	<u>2,126</u>	<u>-</u>	<u>-</u>	<u>258</u>	<u>2,126</u>
Total	<u>107,151</u>	<u>113,712</u>	<u>258</u>	<u>2,126</u>	<u>-</u>	<u>-</u>	<u>107,409</u>	<u>115,838</u>
<b>Segment results:</b>								
<b>Segment loss</b>	<u>(462,736)</u>	<u>(282,753)</u>	<u>(1,301)</u>	<u>(2,537)</u>	<u>(354)</u>	<u>(1,071)</u>	<u>(464,391)</u>	<u>(286,361)</u>
Finance costs							(20,399)	(30,839)
Interest income							4,479	2,690
Foreign exchange (losses)/ gains, net							(735)	22
Impairment loss on due from associates							-	(27,888)
Other unallocated expenses, net							(22,035)	(36,590)
Loss before taxation							<u>(503,081)</u>	<u>(378,966)</u>

Segment results represent the loss before tax made by each reportable segment without allocation of income and expenses of the Group's head office, finance costs, interest income, net foreign exchange difference and net impairment loss on due from associates. This is the measure reported to the CODM for the purposes of resource allocation and performance assessment.

### Information about major customers

Revenue from customers which individually amounts to over 10% of the total sale of the Group is as follows:

	<b>2026</b> <i>HK\$'000</i>	2025 <i>HK\$'000</i>
Customer A <sup>1</sup>	<b>107,151</b>	N/A <sup>2</sup>
Customer B <sup>1</sup>	N/A <sup>2</sup>	111,528

<sup>1</sup> It represented revenue from sale of properties in the property development segment.

<sup>2</sup> Not disclosed as the revenue from such customers was less than 10% of the total sales during the corresponding year.

### Information about geographical areas

Information about the Group's non-current assets, excluding due from associates, financial assets at FVTOCI and trade receivables, determined based on the geographical location of the assets, is as follows:

	<b>2026</b> <i>HK\$'000</i>	2025 <i>HK\$'000</i>
The PRC	<b>4,874</b>	8,560
Hong Kong	<b>81,017</b>	86,113
	<b>85,891</b>	94,673

### Segment assets and liabilities

The CODM evaluates segment performance based primarily on revenue and segment profits/loss, and the CODM does not review the segment assets and liabilities for the purposes of allocating resources to segments and assessing their performance. Therefore, no segment assets and liabilities are presented.

## 5. REVENUE

	2026 <i>HK\$'000</i>	2025 <i>HK\$'000</i>
<b>Revenue from contracts with customers</b>		
Sale of properties	107,151	113,712
<b>Revenue from other sources</b>		
Rental income – fixed payment	<u>258</u>	<u>2,126</u>
	<b><u>107,409</u></b>	<b><u>115,838</u></b>

## 6. OTHER INCOME AND GAINS

	2026 <i>HK\$'000</i>	2025 <i>HK\$'000</i>
Dividend income from equity investment at FVTOCI	1,115	7,114
Service fee income	1,063	10,532
Gain on disposal of property, plant and equipment	10	–
Gain on written-off assets and liabilities upon deregistration of subsidiaries	64	–
Overprovision of construction cost and operating expenses	–	208
Bank interest income	1	10
Other interest income	4,478	2,680
Others	<u>68</u>	<u>148</u>
	<b><u>6,799</u></b>	<b><u>20,692</u></b>

## 7. FINANCE COSTS

	2026 <i>HK\$'000</i>	2025 <i>HK\$'000</i>
Interest on bank borrowings	332	5,339
Interest on other borrowings	<u>20,067</u>	<u>25,500</u>
	<u><b>20,399</b></u>	<u><b>30,839</b></u>

## 8. INCOME TAX (CREDIT)/EXPENSE

	2026 <i>HK\$'000</i>	2025 <i>HK\$'000</i>
Enterprise Income Tax (“EIT”)		
Underprovision overprovision in prior years	–	2,881
Deferred tax	<u>(24,156)</u>	<u>14</u>
Total tax (credit)/charge for the year	<u><b>(24,156)</b></u>	<u><b>2,895</b></u>

No provision for Hong Kong Profits Tax has been made as the Group did not generate any assessable profits sourced in Hong Kong for both years.

The Group’s income tax expense represents tax charges on the assessable profits of subsidiaries operating in the PRC calculated at the rates of tax prevailing in the locations in which the Group operates, based on existing legislation, interpretations and practices in respect thereof.

Under the Law of the PRC on EIT (the “EIT Law”) and Implementation Regulation of the EIT Law, the statutory tax rate of the Company’s PRC subsidiaries is 25%.

## 9. LOSS BEFORE TAXATION

The Group's loss before taxation is arrived at after charging/(crediting):

	<b>2026</b> <b>HK\$'000</b>	2025 <i>HK\$'000</i>
Depreciation of property, plant and equipment	<u>432</u>	<u>400</u>
Staff costs:		
Salaries and other benefits <i>(including directors' remuneration)</i>	<b>15,819</b>	28,979
Pension scheme contributions	<u>647</u>	<u>608</u>
	<b><u>16,466</u></b>	<b><u>29,587</u></b>
Gross rental income	<b>(258)</b>	(2,126)
Less: Direct operating expenses arising from rental-earning investment properties	<u>72</u>	<u>52</u>
Net rental income	<b><u>(186)</u></b>	<b><u>(2,074)</u></b>

	<b>2026</b>	2025
	<b>HK\$'000</b>	HK\$'000
Auditor's remuneration	<b>600</b>	600
Cost of completed properties sold	<b>105,523</b>	220,685
Depreciation of right-of-use assets	–	750
Write-down of land held for property development for sale ( <i>note a</i> )	<b>278,324</b>	41,475
Write-down of completed properties for sale*	<b>2,056</b>	481
(Reversal of)/provision for impairment loss on trade receivables	<b>(46)</b>	615
Impairment loss on prepayments, deposits and other receivables, net	<b>120,364</b>	95,107
Impairment loss on property, plant and equipment*	<b>5,000</b>	–
Impairment loss on due from associates	–	27,888
Impairment loss on right-of-use assets*	–	1,376
Loss on disposal of a subsidiary*	–	30,926
Loss on written-off of assets and liabilities upon deregistration of subsidiaries, net*	–	206
Foreign exchange losses/(gains), net	<b>735</b>	(22)
Loss on legal claim* ( <i>note b</i> )	<b>19,526</b>	–
Rental expenses on short-term leases	<b>508</b>	318
Fair value changes on investment properties*	–	9,859
Remeasurement of financial guarantee contracts*	<b>29,155</b>	574

\* These items are included in “other expenses” of the consolidated statement of profit or loss and other comprehensive income.

*Note:*

- (a) The amount represented the write-down of land held for property development for sale located in Shenyang to its net realisable value for the year ended 31 March 2026 and 2025, based on the valuation performed by an independent and qualified professional valuer.
- (b) During the current year, the Shenzhen Futian District People's Court issued a ruling against a liquidated subsidiary of the Company in relation to a liquidation dispute from a creditor. The ruling requires the Group's repayment of outstanding balance of RMB16,500,000 together with overdue interest. Accordingly, the Group has recognised a loss on legal claim of approximately HK\$19,526,000 under “other expenses” and included in other payables as at 31 March 2026.

## 10. DIVIDENDS

The Board does not recommend the payment of a dividend for the years ended 31 March 2026 and 2025.

## 11. LOSS PER SHARE

	<b>2026</b>	2025
	<b><i>HK\$'000</i></b>	<i>HK\$'000</i>
Earnings		
Loss attributable to owners of the Company	<u><b>(478,924)</b></u>	<u>(381,861)</u>
	<b>2026</b>	2025
Number of shares		
Weighted average number of ordinary shares in issue during the years, used in basic and diluted loss per share calculation	<u><b>414,602,028</b></u>	<u>414,602,028</u>

The diluted loss per share is equal to basic loss per share as there were no dilutive potential ordinary shares outstanding during the years ended 31 March 2026 and 2025.

## 12. TRADE RECEIVABLES

Trade receivables mainly comprise proceeds from sales of properties. Consideration in respect of sale of properties is receivable in accordance with the terms of the relevant sale and purchase agreement.

	<b>2026</b> <i>HK\$'000</i>	2025 <i>HK\$'000</i>
Trade receivables	<b>110,675</b>	101,483
Impairment allowance	<u>(620)</u>	<u>(638)</u>
	<b>110,055</b>	100,845
Non-current portion	<u>(35,849)</u>	<u>(67,011)</u>
Current portion	<u><b>74,206</b></u>	<u>33,834</u>

An ageing analysis of the trade receivables as at the end of the reporting period, based on the invoice date and net of loss allowance, is as follows:

	<b>2026</b> <i>HK\$'000</i>	2025 <i>HK\$'000</i>
Within 1 year	–	100,845
1 year to 2 years	<u><b>110,055</b></u>	<u>–</u>

**13. PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES**

	<b>2026</b>	2025
	<b><i>HK\$'000</i></b>	<i>HK\$'000</i>
Other receivables	<b>920,874</b>	1,141,368
Prepaid operating expenses and other deposits	<b>23,517</b>	20,813
	<b>944,391</b>	1,162,181
Impairment allowance	<b>(639,409)</b>	(758,147)
	<b>304,982</b>	404,034

**14. OTHER PAYABLES AND ACCRUALS**

	<b>2026</b>	2025
	<b><i>HK\$'000</i></b>	<i>HK\$'000</i>
Other payables	<b>43,671</b>	20,303
Other accrued operating expenses	<b>20,122</b>	6,448
Sales and other taxes payables	<b>12,024</b>	6,647
Financial guarantee contracts	<b>30,822</b>	570
	<b>106,639</b>	33,968

## 15. SHARE CAPITAL

	Number of ordinary shares	Share Capital <i>HK\$'000</i>
Authorised:		
Ordinary shares of HK\$1.00 each at 1 April 2024, 31 March 2025 and 31 March 2026	<u>700,000,000</u>	<u>700,000</u>
Issued and fully paid:		
Ordinary shares of HK\$1.00 each at 31 March 2024, 1 April 2024, 31 March 2025 and 31 March 2026	<u>414,602,028</u>	<u>414,602</u>

## 16. PLEDGE OF ASSETS

At the end of the reporting period, certain assets of the Group were pledged to secure bank and other borrowings granted to the Group and independent third parties.

	2026 <i>HK\$'000</i>	2025 <i>HK\$'000</i>
Property, plant and equipment	81,000	86,000
Financial assets at FVTOCI	23,402	19,571
Completed properties for sale	40,050	142,615
Trade receivables	35,767	–
Pledged bank deposits	<u>105</u>	<u>101</u>
	<u>180,324</u>	<u>248,287</u>

## 17. SIGNIFICANT EVENTS AFTER THE END OF THE REPORTING PERIOD

Save as disclosed in this announcement, there is no occurrence of events that had a significant impact on the Group's operation, financial and trading prospects since the end of the Year and up to the date of this announcement which the Board is aware of.

## **EXTRACT OF INDEPENDENT AUDITOR’S REPORT**

The following is an extract of the independent auditor’s report on the Group’s consolidated financial statements for the year ended 31 March 2026.

### **Opinion**

In our opinion, the consolidated financial statements give a true and fair view of the consolidated financial position of the Group as at 31 March 2026, and of its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with HKFRS Accounting Standards as issued by the Hong Kong Institute of Certified Public Accountants (the “**HKICPA**”) and have been properly prepared in compliance with the disclosure requirements of the Hong Kong Companies Ordinance.

### **Material Uncertainty Related to Going Concern**

We draw attention to note 2 to the consolidated financial statements that the Group incurred a loss attributable to owners of the Company of approximately HK\$478.9 million for the year ended 31 March 2026 and, as of that date, the Group had interest-bearing bank and other borrowings, and due to a substantial shareholder of the Company in total of approximately HK\$422.8 million, out of which approximately HK\$140.4 million will be due for repayment within the next twelve months and approximately HK\$282.4 million will be repayable on a substantial shareholder’s demand, while its available cash and bank balances amounted to approximately HK\$0.7 million only.

In addition, during the year ended 31 March 2026, other borrowings with a principal amount of HK\$80,000,000 that matured on 19 December 2024 remained outstanding and were not fully repaid. On 16 September 2025, the Group entered into a settlement agreement with the lender, pursuant to which the original maturity default was resolved and the borrowing was extended on revised principal repayment terms. Under the revised terms, principal is repayable in instalments over an initial term of 12 months from the agreement date, and the loan term will be automatically extended to 24 months upon due settlement of the final instalment under the initial 12-month repayment schedule. The lender is not entitled to demand immediate repayment of the outstanding principal during the term save in the event of default. These other borrowings continue to be secured by the Group's leasehold land and buildings, with a carrying amount of approximately HK\$81,000,000. During the year ended 31 March 2026, the Group made scheduled principal repayments of HK\$14,230,000 in accordance with the settlement agreement, together with HK\$2,000,000 of principal repaid prior to the agreement. As at 31 March 2026, the principal of these other borrowings amounting to HK\$63,770,000 remained outstanding. The Group paid interest totalling HK\$12,346,000 during the year ended 31 March 2026 in respect of these borrowings. In addition, subsequent to the reporting date, on 13 April 2026, a further tranche of the Group's other borrowings with a principal amount of HK\$73,560,000 matured and remained unpaid up to the date of approval of the consolidated financial statements. This borrowing is secured by the Group's financial assets at fair value through other comprehensive income with a carrying amount of HK\$23,402,000, and is additionally supported by a personal guarantee from a substantial shareholder of the Group together with his personal assets. On 22 April 2026, the Group further pledged trade receivables of HK\$108,383,000 as additional collateral for this borrowing. As at 31 March 2026, interest in arrears in respect of this borrowing amounted to HK\$2,344,000. The Group has been in ongoing negotiations with the lenders regarding the renewal or extension of the above other borrowing facilities.

In respect of default status under the loan agreements, the non-repayment of overdue principal and interest in respect of the HK\$73,560,000 borrowing constitutes an event of default under its terms. In the event of default, the lenders are entitled to sell, transfer, or otherwise dispose of any of the pledged assets. Up to the date of approval of the consolidated financial statements, none of the lenders had demanded immediate repayment of the outstanding principal nor exercised their rights to take possession of the pledged assets.

These events and conditions indicate the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern. The directors of the Company, having considered the plans and measures being taken by the Group, are of the opinion that the Group would be able to continue as a going concern. Our opinion is not modified in respect of this matter.

## **MANAGEMENT DISCUSSION AND ANALYSIS**

### **OPERATIONAL REVIEW**

#### **Property Development**

The Group's business strategy for its property development business is to develop quality residential estates for the upper to middle class domestic market.

During the Year, the Group recorded contracted sales in the amount of HK\$107.2 million (2025: HK\$113.7 million). The sales was attributable to the sales of Rooms 38A and 38B, 38th Floor, Main Building, Nord Financial Centre, Fuzhong 3rd Road, Futian Central District, Shenzhen, the PRC.

#### **Property Investment**

The Group holds some of its properties for investment purposes. The property investment portfolio of the Group includes commercial and residential properties located in the PRC. In managing the investment property portfolio, the Group takes into account the long-term growth potential and overall market conditions of the properties. The Group may sell some of its investment properties when it is in its interests to do so. Rental income for the Year mainly derived from properties in Shenzhen. During the Year, the Group recorded the rental in the amount of HK\$0.3 million (2025: HK\$2.1 million). The decrease is attributable to the sales of Rooms 38A and 38B, 38th Floor, Main Building, Nord Financial Centre, Fuzhong 3rd Road, Futian Central District, Shenzhen, the PRC, which were investment properties held by the Group.

#### **Project Management Services**

Since 2025, the Group ceased to engage as the project managers of development projects namely Beijing Bay Project Phase II and Chongqing Silo City, both of the project's constructions have been completed.

## **FINANCIAL REVIEW**

### **Overall performance**

During the Year, the Group generated revenue of HK\$107.4 million as compared to HK\$115.8 million for last year. The Group's net loss for the year was HK\$478.9 million (2025: HK\$381.9 million). The loss attributable to owners of the Company for the year was HK\$478.9 million (2025: HK\$381.9 million). The basic loss per share for the year was HK115.51 cents (2025: HK92.10 cents).

### **Revenue**

The revenue of the Group was primarily derived from sales of properties and property rental income. For the FY2025, approximately 99% (2025: 98%) of the Group's revenue was generated from the sales of properties and approximately 1% (2025: 2%) from property rental income.

### **Sales of Properties**

During the Year, the recognised sales revenue from sales of properties was HK\$107.2 million as compared to HK\$113.7 million for last year. The property sales revenue for the Year mainly came from the sales of Rooms 38A and 38B, 38th Floor, Main Building, Nord Financial Centre, Fuzhong 3rd Road, Futian Central District, Shenzhen, the PRC, which accounted for 100% of the total property sales revenue.

### **Rental Income**

Revenue from property rental slightly decreased to HK\$0.3 million from last year's HK\$2.1 million. The decrease was primarily attributable to the sales of Rooms 38A and 38B, 38th Floor, Main Building, Nord Financial Centre, Fuzhong 3rd Road, Futian Central District, Shenzhen, the PRC, which were investment properties held by the Group. The property investment segment for the Year recorded a loss of approximately HK\$1.3 million, comparing to a loss of approximately HK\$2.5 million for last year.

## **Project Management Services Income**

During the years ended 31 March 2026 and 2025, the Group did not generate any revenue from project management services as the Group is phasing out from the business in this segment. The project management services segment recorded a loss of approximately HK\$0.4 million for the Year comparing to a loss of approximately HK\$1.1 million for last year.

## **Gross Profit/(Loss)**

The gross profit margin for the Year was approximately 2% compared to the negative gross profit margin of 91% for last year. The gross profit margin of this year was primarily attributable to the recognition of sales revenue from the sales of Rooms 38A and 38B, 38th Floor, Main Building, Nord Financial Centre, Fuzhong 3rd Road, Futian Central District, Shenzhen, the PRC during the year ended 31 March 2026 as is slightly greater than the carrying amount of the properties. The negative gross margin of last year was primarily contributed by the compensation amount from the land resumption by the government authority is lower than the carrying amount of the property.

## **Other Income and Gains**

Other income and gains for the Year was HK\$6.8 million as compared to HK\$20.7 million for last year. The decrease is mainly due to approximately HK\$1.1 million of dividend income from equity investment at FVTOCI and approximately HK\$1.1 million of service fee income were recognised for this Year while approximately HK\$7.1 million dividend income from equity investment at FVTOCI and approximately HK\$10.5 million service fee income were recorded in FY2025.

## **Marketing, Selling and Administrative Expenses**

Marketing and selling expenses for the Year was HK\$1.9 million while HK\$0.1 million marketing and selling expenses was incurred for last year as selling activities for promoting the sales of the Nord Financial Centre was engaged for this Year.

Administrative expenses decreased by approximately 37.1% to HK\$34.2 million from last year's HK\$54.4 million. The Group will continue to implement cost control measures so as to enhance its operational efficiency.

### **Impairment Loss on Trade Receivables, Impairment Loss on Prepayments, Deposits and Other Receivables, net, Impairment Loss on Due from Associates, Write-down of Land held for Property Development for Sale, Write-down of Properties Under Development and Write-down of Completed Properties for Sale**

During the Year, the reversal of impairment loss on trade receivables was HK\$0.05 million (2025: provision for impairment loss of HK\$0.6 million); the impairment loss on prepayments, deposits and other receivables, net was HK\$120.4 million (2025: HK\$95.1 million); the impairment loss on due from associates was nil (2025: HK\$27.9 million); and the total of write-down of land held for property development for sale, write-down of properties under development and write-down of completed properties for sale was HK\$280.3 million (2025: HK\$42.0 million).

The impairment losses arose are mainly due to the significant downturn in the PRC property market resulting in substantial decrease in property value in general over recent years.

### **Other Expenses**

During the Year, the Group incurred other expenses of HK\$56.5 million representing an increase of approximately 27.6% as compared to HK\$44.3 million for last year. The increase is mainly due to loss on legal claim of HK\$19.5 million (2025: nil) and remeasurement of financial guarantee contracts of HK\$29.2 million (2025: HK\$0.6 million).

### **Finance Costs**

During the Year, the Group incurred finance costs before capitalisation (mainly interest for bank and other borrowings) of HK\$20.4 million, representing a decrease of approximately 33.8% as compared to HK\$30.8 million incurred for last year. Interest expenses charged to profit or loss for the Year was HK\$20.4 million as compared to last year's HK\$30.8 million. The decrease in finance costs was mainly attributable to the decrease in the average bank borrowing balance during the Year.

### **Financial Resources and Liquidity**

The Group's principal source of fund is the cash flow generated from property sales and leasing supplemented by bank and other borrowings.

As at 31 March 2026, the Group’s cash and bank balances (including pledged bank deposits) amounted to approximately HK\$0.8 million (2025: HK\$2.2 million). An analysis by currency denomination of the cash and bank balances (including pledged bank deposits) are as follows:

	<b>2026</b>	2025
	<b><i>HK\$’000</i></b>	<i>HK\$’000</i>
RMB	<b>216</b>	673
HK\$	<b>484</b>	1,071
United States dollar (“US\$”)	<b>55</b>	448
	<b><u>755</u></b>	<u>2,192</u>

As at 31 March 2026, the net borrowings of the Group, being interest-bearing bank and other borrowings, due to a substantial shareholder of the Company less cash and bank balances and pledged bank deposits, amounted to approximately HK\$422.1 million (2025: HK\$489.9 million). Net debt to total equity ratio, which is expressed as a percentage of net borrowings over equity increased by approximately 47% to 105% from last year’s 58%, maintaining at a manageable level.

### **Borrowings and Charges**

As at 31 March 2026, the Group’s total bank and other borrowings amounted to HK\$140.4 million (2025: HK\$224.2 million), of which HK\$3.1 million (2025: HK\$73.8 million) were variable-rate borrowings and the remaining were fixed rate borrowings. Long-term borrowings amounted to nil (2025: HK\$73.4 million), representing approximately 0% (2025: 33%) of the total borrowings, and short-term borrowings were HK\$140.4 million (2025: HK\$150.9 million) representing approximately 100% (2025: 67%) of the total borrowings. As at 31 March 2026, the ranges of effective interest rate per annum of the Group in respect of its fixed and variable rate borrowings were 10.8% to 12% (2025: 10.8% to 12%) and 4% (2025: 4% to 6.15%) respectively.

As at 31 March 2026, total facilities granted to the Group amounting to HK\$3.1 million (2025: HK\$127.6 million) of which HK\$3.1 million (2025: HK\$127.4 million) were utilised.

As at 31 March 2026, certain assets of the Group including land and buildings, financial assets at FVTOCI, trade receivables and completed properties for sale with aggregate carrying value of HK\$104.4 million (2025: HK\$211.5 million), personal guarantee and assets given by a substantial shareholder of the Company and corporate guarantees given by the Company, certain subsidiaries and third parties were pledged to secure the bank and other borrowings.

### **Material Acquisitions and Disposals**

On 20 March 2025 (after trading hours of the Stock Exchange), Shanghai Runxiang Fumao Co., Ltd.\* (上海潤翔福貿實業有限公司) (the “**Vendor A**”), being a wholly-owned subsidiary of the Company, and Shenzhen Xinyihua Architectural Decoration Engineering Co., Ltd. (the “**Purchaser**”), entered into the Room 38A Agreement, pursuant to which Vendor A has agreed to sell and the Purchaser has agreed to acquire Room 38A at the consideration of RMB47,438,578, in accordance with the terms of the Room 38A Agreement.

On 20 March 2025 (after trading hours of the Stock Exchange), Coastal Green Construction (Shenzhen) Management Consulting Company Limited\* (沿海綠色創建(深圳)管理諮詢有限公司) (the “**Vendor B**”), being a wholly-owned subsidiary of the Company, and the Purchaser, entered into the Room 38B Agreement, pursuant to which Vendor B has agreed to sell and the Purchaser has agreed to acquire Room 38B at the consideration of RMB50,561,422, in accordance with the terms of the Room 38B Agreement.

As of the date of this announcement, the considerations for the sale and purchase of Room 38A and Room 38B have been fully settled by the Purchaser in cash to Vendor A and Vendor B, respectively. This transaction was completed.

Save for the aforementioned, there was no plan authorised by the Board for any material investments or additions of capital assets as at the date of this announcement.

## **Contingent Liabilities**

As at 31 March 2026, the Group had no contingent liabilities (2025: nil).

## **Exposure to Fluctuations in Exchange Rates**

The Group's operations are principally in the PRC and accordingly a majority part of its income and expenditure is denominated in RMB. The exchange rates of RMB against HK\$ and US\$ have been quite stable over the past years despite a steady depreciation in RMB has occurred during the Year. Also the Group's operations will not be unduly exposed to exchange rates fluctuations as all the major assets, mainly property development projects of the Group are located in the PRC and will generate RMB revenue to the Group. Except certain bank and other borrowings which are denominated in HK\$ which account for approximately 45.4% (2025: 35.7%) of the Group's total borrowings, all the other liabilities of the Group are denominated in RMB. Therefore, the Directors do not foresee that movement in the exchange rates of foreign currencies against RMB in the foreseeable future will cause a material adverse impact on the Group's operations.

The Group does not have a foreign currency hedging policy. However, the management of the Group continuously monitors the Group's foreign exchange exposure and will consider hedging significant foreign currency exposure should the need arise.

## **Employees and Remuneration Policy**

As at 31 March 2026, the Group had approximately 28 employees (2025: 55 employees) in the PRC and Hong Kong. The related employees' cost (including the Directors' remuneration and certain retrenchment costs) for the Year amounted to approximately HK\$16.5 million (2025: HK\$29.6 million). Employees are remunerated based on their work performance, skills and experience, and prevailing industry practice. Apart from basic salary and performance related bonus, the Group also provides other benefits to its employees including mandatory provident fund, medical insurance coverage and housing allowances.

## **PROSPECTS**

While business activities in the PRC have been gradually resuming over the past year, the overall business environment remained challenging with the trade tensions initiated by the United State's trade tariff policy and ongoing geopolitical tensions. The central government continues to positively monitor the macro economy and has since launched various economic policies and measures to support the PRC property market and activate the capital market, as well as improve the business environment for different sectors. Following these positive factors, the PRC's economy has showed signs of improvement broadly, although the consumer confidence remains cautious and the real estate industry is still in an adjustment cycle in the near term. The Group will cautiously watch out for the outlook and the prospects of the real estate market and seize investment opportunities as appropriate.

Confronted with industry challenges, the Group will continue to formulate its business strategy along the direction of government policies, resolutely fulfill the Group's mission and corporate responsibility.

Going forward, the Group will cautiously continue to seek opportunities of participation in city redevelopment of old villages or old plants and factories to replenish its property portfolio as an ongoing business exercise and as a means of replenishing a lower cost land bank. For business development, the Group will also look for different thriving business opportunities that will benefit the Group in the years ahead.

## **COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE**

The Company acknowledges the importance of good corporate governance practices and is committed to maintaining sound internal control, transparency and accountability to all shareholders. The Company has continued to apply and comply with the code provisions of the Corporate Governance Code (the “**CG Code**”) as set out in Appendix C1 to the Listing Rules throughout the Year, except for below deviations:

Code provision C.2.1 of the CG Code stipulates that the roles of chairman and chief executive should be separated and should not be performed by the same individual for a balance of power and authority. Mr. Jiang Ming is the Chairman and Managing Director of the Company. He is also one of the founders and a substantial shareholder of the Company and has considerable industry experience. The Board considers that this situation will not impair the balance of power and authority between the Board and the management of the Company because the balance of power and authority is governed by the operations of the Board which comprises experienced and high caliber individuals with demonstrated integrity. Furthermore, decisions of the Board are made by way of majority votes. The Board believes that this structure is conducive to a more precise and more promptly response to the fast changing business environment and a more efficient management and implementation of business process.

Further information on the Company's other corporate governance practices is set out in the Corporate Governance Report included in the annual report for the year ended 31 March 2026 which will be despatched to the shareholders of the Company in due course.

## **DIRECTORS' SECURITIES TRANSACTIONS**

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") as set out in Appendix C3 to the Listing Rules as the Company's code of conduct regarding Directors' securities transactions. Having made specific enquiry, all Directors confirmed that they have complied with the requirements as set out in the Model Code during the Year or (where appropriate) during his/her tenure as a Director in the FY2026. Relevant employees who are likely to be in possession of unpublished inside information of the Group are also subject to compliance with written guidelines on no less exacting terms than the Model Code.

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

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the shares of the Company during the Year.

## **NON-COMPLIANCE WITH THE LISTING RULES AND REMEDIAL ACTIONS**

In respect of the sales of the Nord Financial Centre, as the Group carried out the Room 38A disposal and the Room 38B disposal (the “**Disposals**”) within a 12-month period with the Purchaser, all Disposals were required to be aggregated and treated as if they were one transaction pursuant to the Rule 14.22 of the Listing Rules. As one or more of the applicable percentage ratios exceeds 75%, the Disposals, on an aggregate basis, constituted a very substantial disposal under Rule 14.06(4) of the Listing Rules and were therefore subject to reporting, announcement and shareholders’ approval requirements under Chapter 14 of the Listing Rules. The transaction was completed without going through the shareholders’ approval process.

The Company considered that its non-compliance with Chapter 14 of the Listing Rules is mainly due to misinterpretation of Chapter 14 by the Company. To avoid the re-occurrence of similar incidents, the Company has taken and will take the following remedial and preventive measures:

In order to rectify the non-compliance with Listing Rules in the future,

1. **Responsible Departments and Team Structure:** The Finance Department and the Company Secretary were primarily responsible for monitoring compliance with the Listing Rules. The Finance Department and the Company Secretary were led by an experienced accountant with years of expertise in financial reporting and the corporate finance industry, who is also familiar with the Listing Rules. Clear assignment of responsibility reduces ambiguity about who must evaluate revenue recognition and Listing Rules compliance. Experience of the leads supports correct interpretation of complex accounting and regulatory requirements. When roles and escalation paths are defined, responsible parties are more likely to identify and correct errors early.

2. **Procedures for Assessing Listing Rules Implications:** Department heads were required to submit a preliminary assessment report to the Finance Department and Company Secretary for review weekly. Transactions were initially reviewed by the Finance Department to calculate applicable percentage ratios under Chapter 14. The Company Secretary would then assess whether the transaction is subject to reporting requirement pursuant to Chapter 13 and Chapter 14 or fell within the “ordinary and usual course of business” or qualified for exemptions. The Company Secretary will report to the Board accordingly. Frequent (weekly) reviews create timely detection of transactions that might trigger reporting or accounting implications, reducing risk of misclassification or omission. Requiring department heads to report weekly ensures transactions are routinely screened; two-tier review (Finance Department then Company Secretary) provides segregation of duties and independent assessment.
3. **Consulting External Advisers:** External legal advisers were consulted if the transaction involved complex terms, related parties, or uncertainties in interpretation of the Listing Rules. External specialist input mitigates risk from misinterpretation of Listing Rules and supports defensible conclusions. External advice provides an independent view, helps resolve ambiguous cases, and supports correct disclosure/treatment before reports are issued.
4. **Role of the Board:** The Board will monitor the transaction closely and is responsible for approving notifiable transactions based on recommendations from the Finance Department and Company Secretary. Board-level scrutiny ensures senior oversight, supports governance, and provides a final review layer for material decisions. Elevating significant matters to the Board reduces likelihood of inappropriate treatment driven by operational teams and ensures senior accountability.
5. **Consulting with the Stock Exchange:** Consulting with the Stock Exchange involves engaging in discussions and seeking guidance from the listing team (if and when necessary) to ensure compliance with Listing Rules and regulations. Direct engagement with the regulator/listing authority ensures interpretations align with regulator expectations. Early clarification with the Stock Exchange reduces regulatory risk and helps avoid misreporting based on incorrect internal interpretations.

As at the date of this announcement, the abovementioned remedial and preventive measures were implemented.

## **SCOPE OF WORK OF THE INDEPENDENT AUDITOR**

The figures set out in this announcement in respect of the Group's consolidated statement of profit or loss and other comprehensive income, consolidated statement of financial position and the related notes thereon for the year ended 31 March 2026 have been agreed by the Company's auditor, Prism Hong Kong Limited ("**Prism**"), to the amounts set out in the Group's audited consolidated financial statements for the year ended 31 March 2026. The work performed by Prism 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 opinion or assurance conclusion has been expressed by Prism on this announcement.

## **AUDIT COMMITTEE**

The audit committee of the Company (the "**Audit Committee**") has reviewed the accounting policies and practices adopted by the Group and discussed and reviewed the audit objectives, the scopes and the report of the internal audit department of the Group. The annual results of the Group for the year ended 31 March 2026 have been reviewed by the Audit Committee.

## **ANNUAL GENERAL MEETING**

The forthcoming annual general meeting of the Company (the "**2026 AGM**") is proposed to be held on Friday, 11 September 2026. A notice convening the 2026 AGM will be published and despatched to the shareholders of the Company in the manner as required by the Listing Rules in due course.

## **DIVIDENDS**

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

## **CLOSURE OF REGISTER OF MEMBERS**

For the purpose of determining shareholders' eligibility to attend and vote at the 2026 AGM, the register of members of the Company will be closed from Tuesday, 8 September 2026 to Friday, 11 September 2026 (both days inclusive). In order to be eligible to attend and vote at the 2026 AGM, all transfers accompanied by the relevant share certificates must be lodged for registration with the Company's Hong Kong branch share registrar and transfer office, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Admiralty, Hong Kong, not later than 4:30 p.m. on Monday, 7 September 2026.

## **PUBLICATION OF ANNUAL REPORT**

The annual report of the Group for the year ended 31 March 2026 containing all the information required by the Listing Rules will be despatched to the shareholders and published on the websites of the Stock Exchange (<http://www.hkex.com.hk>) and the Company (<http://www.coastal.com.cn>) in due course.

By Order of the Board  
**Coastal Greenland Limited**  
**Jiang Ming**  
*Chairman*

Hong Kong, 30 June 2026

*As at the date of this announcement, the Board comprises Mr. Jiang Ming and Mr. Lin Chen Hsin as executive Directors, Mr. Qiu Guizhong and Mr. Zhou Xiya as non-executive Directors and Mr. Wong Kai Cheong, Mr. Yang Jiangang and Mr. Huang Xihua as independent non-executive Directors.*