Da Sen Holdings Group Limited
大 森 控 股 集 團 有 限 公 司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1580)

ANNOUNCEMENT OF ANNUAL RESULTS FOR THE YEAR ENDED 31 MARCH 2026

The board (the "**Board**") of directors (the "**Directors**") of Da Sen Holdings Group Limited (the "**Company**") hereby announces the audited consolidated results of the Company and its subsidiaries (the "**Group**") for the year ended 31 March 2026 ("**2026 Year**").

SUMMARY

- Consolidated revenue decreased by 67.2 per cent to approximately RMB7.1 million
- Consolidated loss before tax increased by 87.0 per cent to approximately RMB13.0 million
- Loss attributable to owners of the Company amounted to approximately RMB10.6 million
- Basic loss per share: RMB0.97 cents
- The Board did not recommend the payment of a final dividend

REVIEW OF OPERATIONS

The Company is an investment holding company and its subsidiaries (collectively, the "**Group**") are principally engaged in the plywood products operations and related referral services, interior design and project management business, leasing activities, and trading of agricultural products.

Plywood Operations

The Group's main production base is strategically located in Heze City, Shandong Province in the People's Republic of China (the "**PRC**") where there are abundant resources of poplars, the major raw materials for plywood products.

During the year ended 31 March 2025 ("**2025 Year**"), the Group maintained minimal scale operation under the sales of plywood due to the low gross profit margin of the plywood business as a result of the intense competition in the plywood industry. Nevertheless, the Group does not intend to cease the operations of the sales of plywood business and the Group has been in the progress of developing new wood products which would have higher margins as compared to traditional plywood products. With reference to the circular of the Company dated 3 June 2026, the Company entered into a sale and purchase agreement dated 18 January 2026 in relation to the acquisition of Chance Rich International Trading Limited ("**Chance Rich**"), a company principally engaged in the sourcing and sales of plywood products and other building materials. The products of Chance Rich mainly include (i) general plywood used in interior applications of buildings and manufacture of wooden furniture for home and office; (ii) packing plywood used as packaging material; (iii) structural panel used for construction; (iv) floor base used for flooring; and (v) other building materials products, such as concrete panels used for exterior construction. The major customers of Chance Rich are mainly located in overseas, including Japan, Thailand and other European countries.

Following the completion of the acquisition, the Group will modernize and upgrade the Group's current production base in Heze, Shandong to become the production center of the new additional plywood products, which will then covers the majority of the plywood products that are currently sourced and sold by Chance Rich. Leveraged on the established customer base of Chance Rich, the Group will access and commence the plywood business in oversea market.

Referral business

The referral business is built on top of the Group's existing plywood business to ensure a stable and profitable income in addition to its plywood sales. The core value for the referral business is to facilitate an asset owner to connect with the right person, businesses, and investors to appreciate his asset and to achieve a higher return on his investment. The Company commenced the referral business in 2023 and formed strategic collaborations with an alliance factory and other professional parties to commence the referral services business. During the year ended 31 March 2025, the Group has successfully entered into two referral arrangements with the projects in Rayong Thailand and Dongguan China, pursuant to which the Group assisted the project owners to redevelop their assets by referring to them project teams and companies.

No revenue arising from the plywood operation and the related referral services is reflected for the year ended 31 March 2026.

Interior design and project management business

In addition to the referral business, the Group provides interior design and project management business to the customers particularly those under referral business, including the projects in Rayong Thailand and Dongguan China. The Group has entered into contracts in respect of the interior design and project management services with each of the projects in Rayong Thailand and Dongguan with contract sum of RMB17.3 million and RMB6.0 million in June and August 2025, respectively. Although the progress of the projects had been slightly delayed due to unforeseen issues such as the Thailand earthquake, which accordingly delayed the commencement of the interior design and project management services of Rayong project, the two projects are currently proceeding in full progress.

Under the interior design and project management business, leveraged on the management's experience and expertise in the property development business, the Group could provide a one-stop services to customer for their development of the projects, including the design of the properties, handling of administrative procedures involved in the development, sourcing of materials and the manpower with the required expertise, management and monitoring of the progress and quality of the project, and the sales services of the property, if required.

The revenue from the interior design and project management business is accounted for 69.4% of the total revenue for the year ended 31 March 2026.

Leasing Activities

Since 1 July 2020, the Group has entered into lease agreements to partially lease out the plants and lands to various tenants engaging in different industries as well as other factories and land which are surplus to the Group's needs in order to generate a stable and recurring rental income, and at the same time reducing the costs in managing these assets. The rental income of the Group accounted for 30.6% of the total revenue for the year ended 31 March 2026.

Trading of agricultural products business

During the year ended 31 March 2025, the Group expanded the business in trading of agricultural products for seeking business opportunities to generate better gross profit margins and maximization of using our factories. However, as the cost of agricultural products increases significantly during the 2025 Year and significantly reduced the gross profit on this business. It is not yet improved for the year ended 31 March 2026, the Group will continue to monitor the business environment for resumption of this business. The trading of agricultural products segment accounted Nil of the total revenue of the Group for the year ended 31 March 2026.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 March 2026

	Notes	**2026** *RMB'000*	2025 *RMB'000*
Revenue	*4*	**7,121**	21,724
Cost of sales		**(2,502)**	(7,574)
Gross profit		**4,619**	14,150
Selling and distribution expenses		**(71)**	(240)
Administrative expenses		**(9,357)**	(7,384)
Impairment reversal (losses) on financial assets, net		**142**	(12,200)
Fair value loss on investment properties		**(1,900)**	(3,800)
Other income, gains or (losses)	*5*	**(4,043)**	5,467
Finance costs	*6*	**(2,405)**	(2,952)
Loss before tax		**(13,015)**	(6,959)
Income tax expense	*7*	**–**	–
Loss and total comprehensive expense for the year	*8*	**(13,015)**	(6,959)
Loss and total comprehensive expense attributable to:			
Owners of the Company		**(10,606)**	(6,421)
Non-controlling interests		**(2,409)**	(538)
		(13,015)	(6,959)
Loss per share attributable to owners of the Company			
– Basic and diluted (expressed in RMB cents per share)	*10*	**(0.97)**	(0.59)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
At 31 March 2026

	Notes	**31 March 2026 *RMB'000***	31 March 2025 *RMB'000*
ASSETS			
Non-current assets			
Right-of-use assets		**2,547**	2,616
Property, plant and equipment		**3,801**	4,012
Investment properties		**50,000**	51,900
Intangible assets	*11*	**–**	4,542
		56,348	63,070
Current assets			
Trade and other receivables	*12*	**22,411**	26,849
Cash and cash equivalents		**4,847**	9,489
		27,258	36,338
Total assets		**83,606**	99,408
EQUITY			
Share capital		**19,511**	19,511
Share premium		**252,927**	252,927
Other reserves		**27,959**	46,534
Accumulated losses		**(303,168)**	(311,137)
Equity attributable to owners of the Company		**(2,771)**	7,835
Non-controlling interests		**(397)**	2,012
Total equity		**(3,168)**	9,847

	Note	31 March 2026 RMB'000	31 March 2025 RMB'000
LIABILITIES			
Non-current liability			
Deferred income		**160**	185
Current liabilities			
Trade and other payables	*13*	**46,023**	47,579
Deferred income		**25**	25
Receipt in advance		**380**	768
Tax payables		**6,586**	6,586
Borrowings		**33,600**	34,418
		86,614	89,376
Total liabilities		**86,774**	89,561
Total equity and liabilities		**83,606**	99,408

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1 GENERAL INFORMATION

Da Sen Holdings Group Limited (the "**Company**") is a limited liability company incorporated in the Cayman Islands. The addresses of its registered office and principal place of business are Cricket Square, Hutchins Drive, P.O. box 2681, Grand Cayman KY1-1111, Cayman Islands and Room 2703, 27th Floor, K. Wah Centre, No. 191 Java Road, North Point, Hong Kong, respectively. The Company's shares have been listed on The Stock Exchange of Hong Kong Limited since 19 December 2016. The directors of the Company (the "**Directors**") consider Mr. Wong Tseng Hon as the ultimate controlling party of the Company.

The principal activities of the Company and its subsidiaries (the "**Group**") are manufacturing and selling of plywood and related referral services, interior design and project management services, leasing activities and trading of agricultural products.

These consolidated financial statements are presented in Renminbi ("**RMB**"), which is also the functional currency of the Company. All values are rounded to the nearest RMB thousand ("**RMB'000**"), unless otherwise used.

2 BASIS OF PREPARATION

(a) Compliance with IFRS Accounting Standards and Hong Kong Companies Ordinance

The consolidated financial statements have been prepared in accordance with IFRS Accounting Standards, which collective term includes all applicable individual International Financial Reporting Standards ("**IFRS**"), International Accounting Standards ("**IASs**") and related Interpretations promulgated by the International Accounting Standards Board ("**IASB**"). In addition, the consolidated financial statements include applicable disclosures required by the Hong Kong Companies Ordinance ("**HKCO**").

(b) Going concern basis

For the year ended 31 March 2026, the Group incurred a net loss of RMB13,015,000 and recorded a net operating cash outflow of RMB3,824,000. As at 31 March 2026, the Group recorded a net current liabilities of RMB59,356,000 and a net liabilities of RMB3,168,000, where the Group's current borrowings amounted to RMB33,600,000, comprising bank borrowing of RMB17,000,000 and other loans payable of RMB16,600,000 from independent third parties in the People's Republic of China (the "**PRC**") and Hong Kong, while the Group's cash and cash equivalents amounted to RMB4,847,000 only.

The Group defaulted to repay 6 borrowings from 6 independent third parties in Hong Kong and PRC, totaling RMB6,959,000, which were due for repayment in July 2025 and March 2026.

2 BASIS OF PREPARATION – continued

(b) Going concern basis – continued

These conditions indicate the existence of material uncertainties which may cast significant doubt about the Group's ability to continue as a going concern.

In view of such circumstances, the directors of the Company have given careful consideration to the future liquidity and performance of the Group and its available sources of financing in assessing whether the Group will have sufficient financial resources to continue as a going concern. A number of measures have been taken to mitigate the liquidity pressure of the Group. These include the followings:

(i) the Group has been in discussion with its lenders for the extension of repayment periods;

(ii) the Group has been in discussion with the major shareholders and directors of the Company for providing finance to the Group, and in contact with potential buyers to dispose of certain assets of the Group so as to raise additional fund; and

(iii) the Group will continue its efforts to implement new measures to improve sales such as rolling out new business initiatives with products of higher profit margin, control costs, contain capital expenditures, and accelerate the collection of trade and other receivables so as to enhance the Group's working capital position.

The directors of the Company have reviewed the Group's cash flow projections prepared by management, covering a period of not less than twelve months from the date of this announcement, and are of the view that, taking into account the abovementioned plans and measures, the Group will have sufficient working capital to finance its operations and to meet its financial obligations as and when they fall due within twelve months from the date of this announcement. Accordingly, the directors of the Company are satisfied that it is appropriate to prepare the consolidated financial statements on a going concern basis.

Notwithstanding the above, significant uncertainties exist as to whether the management of the Group 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 through the following:

(i) successfully extending the repayment periods of the Group's loans;

(ii) successfully and timely raising additional fund through financing from major shareholders and directors of the Company and the potential disposal of certain assets of the Group; and

(iii) successfully implementing the measures to improve sales, control costs and contain capital expenditures as well as to accelerate the collection of trade and other receivables so as to enhance the Group's working capital position.

2 BASIS OF PREPARATION – continued

(b) Going concern basis – continued

Should the Group fail to achieve the abovementioned plans and measures, it might not be able to continue to operate as a going concern, and adjustments would have to be made to write down the carrying values of the Group's assets to their recoverable amounts, to provide for any 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 these consolidated financial statements.

3 APPLICATION OF NEW AND AMENDMENTS TO IFRS ACCOUNTING STANDARDS

Amendments to IFRS Accounting Standards that are mandatorily effective for the current year

In the current year, the Group has applied the following amendments to IFRS Accounting Standard issued by IASB for the first time, which are mandatorily effective for annual periods beginning on 1 April 2025 for the preparation of the consolidated financial statements:

Amendments to IAS 21	Lack of Exchangeability

The application of the amendments to IFRS Accounting Standard in the current year had no material impact on the Group's financial position and performance for the current year and prior financial period and/or on the disclosures set out in these consolidated financial statements.

New and amendments to IFRS Accounting Standards in issue but not yet effective

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

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

1 Effective for annual periods beginning on or after a date to be determined.

2 Effective for annual periods beginning on or after 1 January 2026.

3 Effective for annual periods beginning on or after 1 January 2027.

3 APPLICATION OF NEW AND AMENDMENTS TO IFRS ACCOUNTING STANDARDS – continued

New and amendments to IFRS Accounting Standards in issue but not yet effective – continued

Except for the new IFRS Accounting Standards mentioned below, the Directors anticipate that the application of these new and amendments to IFRS Accounting Standards will have no material impact on the consolidated financial statements in the foreseeable future.

IFRS 18 Presentation and Disclosure in Financial Statements

IFRS 18 Presentation and Disclosure in Financial Statements, which set out requirements on presentation and disclosures in financial statements, will replace IAS 1 Presentation of Financial Statements. This new IFRS Accounting Standard, while carrying forward many of the requirements in IAS 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 IAS 1 paragraphs have been moved to IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors and IFRS 7 Financial Instruments: Disclosures. Minor amendments to IAS 7 Statement of Cash Flows and IAS 33 Earnings per Share are also made.

IFRS 18, and amendments to other standards, will be effective for annual periods beginning on or after 1 January 2027, with early application permitted. IFRS 18 requires retrospective application with specific transition provision. The application of the new standard is not expected to have significant impact on the financial performance and position of the Group in terms of recognition and measurement. However, it is expected to affect the structure and presentation of the consolidated statement of profit or loss.

4 REVENUE

	2026	2025
	RMB'000	*RMB'000*
Revenue from contract with customers		
Sales of plywood	–	354
Provision of plywood related referral service	–	11,864
Trading of agricultural products	–	7,117
Interior design and project management services	**4,942**	–
	4,942	19,335
Revenue from leasing		
Gross rental income	**2,179**	2,389
	7,121	21,724

The Group's revenue from contracts with customers are derived from the transfer of goods and providing related referral services is recognised at a point in time.

The Group's revenue from contracts with customers are derived from provision of interior design and project management services is recognised over time.

The Group leases out its investment properties. The Group has classified these leases as operating leases because they do not transfer substantially all of the risks and rewards incidental to the ownership of the assets.

5 OTHER INCOME, GAINS OR (LOSSES)

	2026	2025
	RMB'000	*RMB'000*
Interest income	**–**	5
Amortisation of deferred income related to government grants	**25**	25
Write-off of trade and other receivables	**–**	(1,334)
Gain on disposal of property, plant and equipment	**–**	762
Other (losses) or gains	**(6)**	2,130
Loss from de-recognition on financial assets assets at fair value through profit or loss	**–**	(373)
Reversal for legal case	**–**	4,252
Impairment loss on intangible assets	**(4,052)**	–
Loss on de-registration of a subsidiary	**(10)**	–
	(4,043)	5,467

6 FINANCE COSTS

	2026	2025
	RMB'000	*RMB'000*
Interest expense on bank borrowings	**956**	756
Interest expense on other loans	**1,449**	1,575
Effective interest charged on convertible bond payables	**–**	621
	2,405	2,952

7 INCOME TAX EXPENSE

	2026	2025
	RMB'000	*RMB'000*
Income tax expense		
– Current tax	**–**	–
– Deferred income tax	**–**	–

7 INCOME TAX EXPENSE – continued

(i) Hong Kong profits tax

No Hong Kong profits tax has been provided, as the Group has no assessable profit derived in Hong Kong (2025: Nil). The applicable Hong Kong profits tax rate is 16.5% for the year ended 31 March 2026 (2025: 16.5%).

(ii) PRC Enterprise Income Tax ("EIT")

Under the Law of the PRC on Enterprise Income Tax (the "**EIT Law**") and Implementation Regulation of the EIT Law, the tax rate of the PRC subsidiaries is 25% for the year ended 31 March 2026 (2025: 25%).

(iii) PRC withholding income tax

According to the new EIT Law, a 10% withholding tax will be levied on the immediate holding companies established outside of the PRC. A lower withholding tax rate may be applied if there is a tax treaty arrangement between the PRC and the jurisdiction of the foreign immediate holding companies. No withholding tax has been provided as the Group does not expect the PRC subsidiaries to distribute the retained earnings as at 31 March 2026 and 2025 in the foreseeable future.

The income tax expense for the year can be reconciled to the loss before tax per the consolidated statement of profit or loss and other comprehensive income as follows:

	2026 ***RMB'000***	2025 *RMB'000*
Loss before tax	**(13,015)**	(6,959)
Tax calculated at PRC EIT 25% (2025: 25%)	**(3,254)**	(1,740)
Tax effects of:		
– Expenses not deductible for tax purpose	**1,174**	4,557
– Income not taxable for tax purpose	**(1,251)**	(6,485)
– Deductible temporary differences not recognised	**666**	1,124
– Different tax rates of subsidiaries operating in other jurisdiction	**419**	(526)
– Tax losses not recognised *(Notes (i) & (ii))*	**2,246**	3,075
– Utilisation of tax losses previously not recognised	**–**	(5)
Income tax expense	**–**	–

7 INCOME TAX EXPENSE – continued

Notes:

(i) As at 31 March 2026, the Group's entities in the PRC had estimated tax losses of RMB47,801,000 (2025: RMB115,119,000). The expiration dates of those tax losses for which no deferred tax assets have been recognised are as follows:

	2026	2025
	RMB'000	*RMB'000*
Year of expiration		
2026	–	71,620
2027	**12,312**	12,316
2028	**14,972**	14,972
2029	**4,291**	8,933
2030	**13,714**	7,278
2031	**2,512**	–
Total	**47,801**	115,119

(ii) The remaining tax losses were incurred by the Company and subsidiaries in Hong Kong that are not likely to generate assessable profits in the foreseeable future, which can be carried forward perpetually. No deferred tax asset has been recognised in respect of the estimated tax losses due to the unpredictability of future profits streams.

(iii) As at 31 March 2026, the Group's entities in the PRC had deductible temporary difference in investment properties between its taxable value and accounting value of RMB7,733,000 (2025: RMB7,258,000). The Group has not recognised deferred tax assets in respect of the deductible temporary difference as it is not probable that future taxable profits against which the temporary differences can be utilised will be available in the relevant tax jurisdiction of the entities. The deductible temporary difference for which no deferred tax assets have been recognised as follows:

	2026	2025
	RMB'000	*RMB'000*
Taxable value	**80,932**	80,932
Fair value in accounting value	**(50,000)**	(51,900)
	30,932	29,032
Deductible temporary difference EIT 25% (2025: 25%)	**7,733**	7,258

8 LOSS FOR THE YEAR

Loss for the year has been arrived at after charging (crediting) the followings:

	2026	2025
	RMB'000	*RMB'000*
Staff costs, including directors' emoluments	**1,625**	1,904
Retirement benefits scheme contributions, including contributions for directors	**42**	82
	1,667	1,986
External auditor's remuneration		
– audit services	**900**	1,100
– other services	**390**	150
Cost of inventories recognised as cost of sales	**–**	7,267
Depreciation of property, plant and equipment	**211**	264
Fair value loss on investment properties	**1,900**	3,800
Depreciation of right-of-use assets	**68**	68
Amortisation of intangible assets	**490**	358
Impairment loss on intangible assets	**4,052**	–
Write-off of trade and other receivables	**–**	1,334
Loss on de-registration of a subsidiary	**10**	–
Gross rental income from investment properties	**(2,179)**	(2,389)
Less: direct operating expenses from investment properties that generated rental income during the year	**148**	305
	(2,031)	(2,084)

9 DIVIDEND

The Directors do not recommend the payment of a dividend for the year ended 31 March 2026 and 2025.

10 LOSS PER SHARE

(a) Basic

Basic loss per share for the year ended 31 March 2026 and 2025 are calculated by dividing the loss attributable to owners of the Company by the weighted average number of ordinary shares for the respective year.

	2026	2025
	RMB'000	*RMB'000*
Loss attributable to owners of the Company	**(10,606)**	(6,421)
Weighted average number of ordinary shares (thousands)	**1,095,680**	1,095,680
Basic loss per share (RMB cents per share)	**(0.97)**	(0.59)

(b) Diluted

For the year ended 31 March 2026 and 2025, diluted loss per share was the same as the basic loss per share as there were no potential dilutive ordinary shares outstanding during the year.

11 INTANGIBLE ASSETS

During the year ended 31 March 2026, an impairment loss of RMB4,052,000 (2025: RMBnil) is recognized for intangible assets with finite useful lives.

12 TRADE AND OTHER RECEIVABLES

	2026	2025
	RMB'000	*RMB'000*
Trade receivables		
– contract with customers	**172,668**	182,293
– under IFRS 16 Leases	**599**	319
	173,267	182,612
Less: accumulated allowance for expected credit losses	**(161,411)**	(165,998)
	11,856	16,614
Prepayments	**1,864**	244
Other receivables	**8,987**	10,245
Less: accumulated allowance for expected credit losses	**(296)**	(254)
	22,411	26,849

As at 1 April 2024, trade receivables from contracts with customers amounted to RMB24,470,000.

The following is an ageing analysis of trade receivables (net of allowance for expected credit losses) presented based on the invoice dates.

	2026	2025
	RMB'000	*RMB'000*
Up to 3 months	**9**	3,488
4 to 6 months	**574**	–
7 to 12 months	**4,666**	9,021
Over 1 year	**6,607**	4,105
	11,856	16,614

12 TRADE AND OTHER RECEIVABLES – continued

The following table shows the amounts of trade receivables which are past due but not impaired as the balances related to debtors with sound repayment history and there has not been a significant change in credit quality and the amounts are still considered recoverable.

An ageing analysis of trade receivables past due but not impaired is as follows:

	2026	2025
	RMB'000	*RMB'000*
Up to 3 months	**574**	–
4 to 6 months	**4,666**	9,021
7 to 12 months	**–**	–
Over 1 year	**6,607**	4,105
	11,847	13,126

Note:

As at the date of this announcement, trade receivables amounting to RMB8,358,000 had been received.

13 TRADE AND OTHER PAYABLES

	2026	2025
	RMB'000	*RMB'000*
Trade payables	–	21
Other taxes payable	**28,248**	28,244
Accrued expenses	**13,535**	14,779
Interest payable	**1,433**	1,221
Amount due to non-controlling interest	**592**	592
Others	**2,215**	2,722
	46,023	47,579

The following is an ageing analysis of trade payables presented based on the invoice dates.

	2026	2025
	RMB'000	*RMB'000*
Within 3 months	–	21

EXTRACT OF THE INDEPENDENT AUDITOR'S REPORT

DISCLAIMER OF OPINION

We do not express an opinion on the consolidated financial statements of the Group. Because of the significance of the matter described in the Basis for Disclaimer of Opinion section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these consolidated financial statements. In all other respects, in our opinion the consolidated financial statements have been properly prepared in compliance with the disclosure requirements of the Hong Kong Companies Ordinance.

BASIS FOR DISCLAIMER OF OPINION

Scope limitation relating to the going concern basis of preparation of the consolidated financial statements

As described in Note 2(b) to the consolidated financial statements, for the year ended 31 March 2026, the Group incurred a net loss of RMB13,015,000 and recorded a net operating cash outflow of RMB3,824,000. As at 31 March 2026, the Group recorded a net current liabilities of RMB59,356,000 and a net liabilities of RMB3,168,000, where the Group's current borrowings amounted to RMB33,600,000, comprising bank borrowing of RMB17,000,000 and other loans payable of RMB16,600,000 from independent third parties in the People's Republic of China (the "**PRC**") and Hong Kong, while the Group's cash and cash equivalents amounted to RMB4,847,000 only. As at 31 March 2026, the Group defaulted to repay 6 borrowings from 6 independent third parties in Hong Kong and PRC, totaling RMB6,959,000, which were due for repayment in July 2025 and March 2026. These conditions indicate the existence of material uncertainties which may cast significant doubt about the Group's ability to continue as a going concern, and therefore, it may be unable to realise its assets and discharge its liabilities in the normal course of business.

As detailed in Note 2(b) to the consolidated financial statements, in view of the above circumstances, the directors of the Company have prepared a cash flow forecast of the Group based on certain major assumptions, including but not limited to the following:

(i) Successfully extending the repayment periods of the Group's loan;

(ii) Successfully and timely raising additional fund through financing from major shareholders and directors of the Company for providing finance to the Group and the potential disposal of certain assets of the Group; and

(iii) Successfully implementing the measures to improve sales, control costs and contain capital expenditures as well as to accelerate the collection of trade and other receivables.

The consolidated financial statements have been prepared on a going concern basis, the validity of which depends upon the successful implementation of the above plans and measures, which are subject to uncertainties. We have not been able to obtain sufficient appropriate audit evidence to satisfy ourselves that the events or conditions underpinning the cash flow projections of the Group for the going concern assessment are reasonable and supportable, including but not limited to the extension of the repayment periods of the Group's loan. Therefore, we are unable to obtain sufficient appropriate evidence to satisfy ourselves whether the assumptions adopted by the Company to prepare the consolidated financial statements on a going concern basis as described above were appropriate and there are no alternative audit procedures that we can perform to obtain sufficient appropriate audit evidence to support that the above plans and measures can be successfully implemented. As a result, we were unable to obtain sufficient appropriate evidence to conclude whether the directors' use of the going concern basis of accounting to prepare the consolidated financial statements is appropriate.

The consolidated financial statements do not include any adjustments that may be necessary should the going concern basis of preparation be determined to be inappropriate. These would include any adjustments to write down the Group's assets to their recoverable amounts, to provide for any further liabilities which may arise and to reclassify non-current assets and non-current liabilities as current assets and current liabilities, respectively.

FINANCIAL REVIEW

Review of results

The consolidated revenue of the Group was approximately RMB7.1 million for the 2026 Year, representing a decrease of 67.2% from approximately RMB21.7 million for the 2025 Year.

With reference to the circular of the Company dated 3 June 2026, the Company entered into a sale and purchase agreement dated 18 January 2026 in relation to the acquisition of Chance Rich, a company principally engaged in the sourcing and sales of plywood products and other building materials. Following the completion of the acquisition, the Group will modernize and upgrade the Group's current production base in Heze, Shandong to become the production center of the new additional plywood products, which will then covers the majority of the plywood products that are currently sourced and sold by Chance Rich. Leveraged on the established customer base of Chance Rich, the Group will access and commence the plywood business in oversea market. The Group expects revenue for sales of plywood will be recognised for the year ending 31 March 2027.

In respect of the interior design and project management services business, the Group had entered into the design and project management contract with the Rayong Thailand project with the contract sum which amounted to approximately RMB17.3 million. Based on the project progress, the Group had recognised RMB4.9 million of revenue in regards to this project in 2026 Year.

The Group had entered into the design and project management contract with the Dongguan project with the contract sum which amounted to RMB6.0 million. Due to unforeseen issues such as the China/US Trade War and increase in oil price, the development progress has been delayed, there is no revenue has been recognised in 2026 Year.

The major scope of works conducted by the Company for the interior design and project management projects includes:

(i) Interior design concepts and brand development for creating specific brand of the interior design to promote the project;

(ii) sourcing of custom made decorative materials and furniture design and production management with alliance factory;

(iii) sourcing of Modular Integrated Construction (MIC) and pre-fabricated building solutions, logistics and coordination with external factories;

(iv) onsite coordination and construction management;

(v) budgeting and quality control;

(vi) project time management and ESG advisory; and

(vii) sales and marketing advisory.

The consolidated gross profit of the Group for the 2026 Year was approximately RMB4.6 million, representing a decrease of 67.4% from approximately RMB14.2 million for the 2025 Year. For the 2026 Year, the gross profit margin was 64.9% as compared to 65.1% for the 2025 Year. The changes was minimal.

The total selling and administrative expenses were approximately RMB9.4 million for the 2026 Year as compared to approximately RMB7.6 million for the 2025 Year. The increase in overall expenses for the 2026 Year as the Group has spent more consultancy fee to expand the business operation.

The reversal of allowance for expected credit losses, net was approximately RMB0.1 million for the 2026 Year as compared to the losses of allowance for expected credit losses of approximately RMB12.2 million for the 2025 Year. The Group credit risk control has been better implemented in 2026 Year.

Other income, gains or (losses) for the 2026 Year was a net loss of approximately RMB4.0 million as compared to a net gain of approximately RMB5.5 million for the 2025 Year. The net loss for the 2026 Year mainly reflected the impairment loss on intangible asset. The net gain for the 2025 Year mainly resulted from reversal of the provision for legal case.

Finance costs for the 2026 Year were approximately RMB2.4 million as compared to approximately RMB3.0 million which was commensurate with the level of interest-bearing liabilities for the respective periods.

The Group’s income tax expense for both the 2026 Year and the 2025 Year was nil.

The total comprehensive expense attributable to owners of the Company for the 2026 Year was approximately RMB10.6 million as compared to approximately RMB6.4 million for 2025 Year. Basic loss per share for the 2026 Year was RMB0.97 cents compared to the basic loss per share of RMB0.6 cents for the 2025 Year.

Gearing Ratio

The gearing ratio of the Group is calculated based on the total interest-bearing debts divided by the total equity of the Group as at the respective period and multiplied by 100%. As at 31 March 2026, the Group’s total borrowings amounted to approximately RMB33.6 million. As at 31 March 2026, the Group had capital deficiency of approximately RMB3.2 million, the gearing ratio of the Group as at 31 March 2026 is hence not applicable (2025: approximately 350%).

Foreign currency risk

As majority of our assets and liabilities are denominated in RMB, except for certain trade and other receivables, bank balances and borrowings which are denominated in HKD. The Group had not experienced any material effects on its operation or liquidity as a result of fluctuations in currency exchange rates and had not adopted any currency hedging policy or any hedging instrument during the year ended 31 March 2026. The Group will continue to monitor its foreign currency risk exposure and will consider hedging significant foreign currency risk should the need arises.

Current assets and liabilities

As at 31 March 2026, the Group held current assets of approximately RMB27.3 million (2025: RMB36.3 million), comprising trade and other receivables and cash and cash equivalents.

Cash and cash equivalents balance as at 31 March 2026 decrease to approximately RMB4.8 million as compared to approximately RMB9.5 million as at 31 March 2025. The decrease mainly reflected the repayments of borrowings and related interest charge borrowed in the PRC.

Trade and other receivables balance as at 31 March 2026 mainly represented outstanding receivables balance from customers of our plywood products, related services and interior design and project management services. There was a decrease in trade and other receivables balance of approximately RMB4.4 million, from approximately RMB26.8 million as at 31 March 2025 to approximately RMB22.4 million as at 31 March 2026. The decrease in trade receivables balance was mainly due to the decrease in gross amounts of trade receivables by approximately RMB9.6 million from approximately RMB182.3 million as at 31 March 2025 to approximately RMB172.7 million as at 31 March 2026 as such receivables became long overdue with increased difficulties for collection.

As at 31 March 2026, the Group's total current liabilities amounted to approximately RMB86.6 million, as compared to approximately RMB89.4 million as at 31 March 2025. The decrease was mainly due to the effect of the reduction in trade and other payables.

Non-current assets

Non-current assets principally include investment properties, right-of-use assets, property, plant and equipment and intangible assets.

The carrying value of investment properties was approximately RMB50.0 million as at 31 March 2026 (2025: RMB51.9 million). Investment properties are stated at fair value.

As at 31 March 2026, the carrying value of Group's right-of-use assets and property, plant and equipment were approximately RMB2.5 million and RMB3.8 million respectively (2025: RMB2.6 million and RMB4.0 million respectively). The decreases reflect depreciation charges and disposal of fixed assets, for the 2026 Year.

As at 31 March 2026, the carrying value of the Group's intangible assets was approximately Nil (2025: RMB4.5 million) which is injected by non-controlling interest for the 2025 Year. Intangible assets are stated at cost less accumulated amortisation.

Borrowings

As at 31 March 2026, the Group's borrowings amounted to approximately RMB33.6 million (2025: RMB34.4 million) in total, comprising approximately RMB17.0 million (2025: RMB17.6 million) bank borrowings, and approximately RMB16.6 million (2025: RMB16.8 million) other loans in the PRC and Hong Kong.

The Group signed a three-year revolving bank loan of RMB10 million for the 2025 Year with relatively lower interest rates for settlement of the high-interest rate loans and it is expected to repay in year ending 31 March 2028. The Group signed a revolving bank loan of RMB7 million for the 2026 Year with relatively lower interest rates for settlement of the high-interest rate loans and it is expected to be extended in year ending 31 March 2027.

Security on assets

As at 31 March 2026, certain assets of the Group with an aggregated carrying value of approximately RMB56.3 million were pledged to the bank and an independent third party as security for the loan facility (2025: RMB58.5 million).

Income tax

The Group's income tax for the 2026 Year was nil (2025: nil), as per tax assessment from local government.

CONTINGENT LIABILITIES

The Group had no material contingent liabilities as at 31 March 2026 (2025: Nil).

CAPITAL COMMITMENTS

As at 31 March 2026, the Group had no capital commitments contracted but not provided for (2025: Nil).

MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES AND AFFILIATED COMPANIES

During the 2026 Year, save as disclosed elsewhere in this results announcement, the Group did not have any material acquisitions and disposals of subsidiaries and affiliated companies.

EMPLOYEES AND REMUNERATION POLICIES

The total salaries and related costs granted to employees, including Directors' emoluments amounted to approximately RMB1.7 million for the 2026 Year (2025: RMB2.0 million).

The Group's remuneration policy and share option scheme determine benefits of employees (including Directors) based on the duties and performance of each individual. The Group has also participated in the mandatory provident fund retirement benefit scheme in Hong Kong, and the central pension scheme operated by the local municipal government in Mainland China.

DIVIDENDS AND DISTRIBUTION

The Board did not recommend the payment of a final dividend to shareholders for the 2026 Year (2025: Nil).

The Board did not declare an interim dividend to shareholders for the six months ended 30 September 2025 (2024: Nil).

AUDIT COMMITTEE

The audit committee of the Company (the "**Audit Committee**") has been established in compliance with Rules 3.21 and 3.22 of the Listing Rules with written terms of reference in-compliance with the CG Code. The primary responsibilities of the Audit Committee are to review and monitor the financial reporting and internal control and risk management principles of the Group and to assist the Board to fulfill its responsibilities over audit. The Audit Committee has reviewed and confirmed the accounting principles and practices adopted by the Group and discussed the auditing, internal control, risk management and financial reporting matters. The annual results of the Group for the 2026 Year have also been reviewed by the Audit Committee.

As at 31 March 2026, the Audit Committee comprises of two independent non-executive Directors, namely Mr. SUN Yongtao and Mr. KWOK Yiu Tong.

Mr. KWOK Yiu Tong servers as the chairman of the Audit Committee.

INVESTOR RELATIONS AND COMMUNICATION WITH SHAREHOLDERS

The Company establishes different communication channels with Shareholders and investors, including (i) corporate communications (including but not limited to annual reports, interim reports, notices of meetings, circulars and proxy forms) required under the Listing Rules; (ii) the annual general meeting provides a forum for Shareholders to raise comments and exchange views with the Board; (iii) updated and key information on the Group is available on the website of the Company; (iv) the Company's website offers a communication channel between the Company and its Shareholders and stakeholders; and (v) the branch share registrar of the Company deals with shareholders for share registration and related matters.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

During the 2026 Year, there was no purchase, sale or redemption by the Company or any of its subsidiaries of the listed securities of the Company.

CORPORATE GOVERNANCE CODE

The Company's corporate governance practices are based on the principles and code provisions as set out in the Corporate Governance Code in Appendix C1 to the Listing Rules (the "**CG Code**"). Save as disclosed below, the Company meets the code provisions set out in Part 2 of the CG Code during the 2026 Year.

Following the resignation of Ms. LO Yuk Yee as an independent non-executive Director, the Company temporarily fell short of the requirements stipulated in Rule 3.10(1) of the Listing Rules, which requires the Board to include at least three independent non-executive Directors. Consequently, the Company was not in strict compliance with the CG Code. The vacancy also caused a temporary deviation from Rule 3.21 of the Listing Rules requiring the Audit Committee to comprise a minimum of three members.

In addition, the Company does not have insurance cover for legal action against its Directors. Every Director is, subject to the provisions of the applicable laws, indemnified out of the assets of the Company against all costs, charges, expenses, losses and liabilities he/she may sustain or incur in or about the execution of his/her office or otherwise in relation thereto pursuant to the articles of association of the Company. However, as the risk management and internal control systems of the Group is considered to be effective, the Board believes that the risk of the Directors being sued or getting involved in litigation in their capacity as Directors is relatively low, and hence the Board is of the view that the benefits of the insurance may not outweigh the cost. Therefore, the Board considers that the Directors' exposure to risk is manageable and did not arrange insurance cover in respect of legal action against Directors as required under provision C.1.8 of the CG Code.

ANNUAL GENERAL MEETING

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

PUBLICATION OF THE RESULTS ANNOUNCEMENT AND ANNUAL REPORT

This results announcement is published on the website of the Stock Exchange at www.hkexnews.hk.

The annual report of the Company will be published on the above website in July 2026.

By order of the Board
Da Sen Holdings Group Limited
SUN Yongtao
Chairman and Independent non-Executive Director

Hong Kong, 30 June 2026

As at the date of this results announcement, the executive Directors are Mr. WONG Ben; the non-executive Director is Dr. LEUNG Clara Ka-wah; and the independent non-executive Directors are Mr. SUN Yongtao and Mr. KWOK Yiu Tong.