IDT INTERNATIONAL LIMITED
萬威國際有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 167)

PROFIT WARNING

This announcement is made by IDT International Limited (the "**Company**", together with its subsidiaries, collectively, the "**Group**") pursuant to Rule 13.09 of the Rules Governing the Listing of Securities (the "**Listing Rules**") on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board (the "**Board**") of directors (the "**Directors**") of the Company wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that based on its preliminary assessment of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2026 (the "**1H2026**") and information currently available to the management, the Group is expected to record a loss of approximately HK$56.8 million for 1H2026, as compared to a profit of approximately HK$62.6 million for the six months ended 30 June 2025 (the "**1H2025**").

Despite the measures adopted by the Group to scale up the total revenue and gross profit, based on the information currently available to the Board, the Board considers that the above result was primarily attributable to (i) the absence of the one-off gains from (a) waiver of loans from a creditor of approximately HK$48.3 million and (b) settlement of loans from a creditor by issuance of bonds of approximately HK$16.4 million recognised in 1H2025 in connection with the debt restructuring by the Group; and (ii) the loss arising from the deconsolidation of subsidiaries of approximately HK$59.8 million during 1H2026.

* *For identification purposes only*

The Board further wishes to inform the Shareholders and potential investors that the loss arising from the deconsolidation of subsidiaries of approximately HK$59.8 million during 1H2026 as mentioned above already includes the effect of the reclassification to profit or loss of the accumulated foreign currency translation reserve of the relevant subsidiaries of approximately HK$98.1 million upon the deconsolidation. Such reclassification does not involve any cash outflow and has been recognised in an equal amount in other comprehensive income for 1H2026, and accordingly, has no effect on the total equity of the Group. For the total comprehensive income, the deconsolidation of subsidiaries had a net positive effect of approximately HK$38.3 million on the Group's total comprehensive income for 1H2026 which represented the net gain for the deconsolidation of subsidiaries. Accordingly, notwithstanding the loss of approximately HK$56.8 million is expected to be recorded for 1H2026, taking into account other comprehensive income, the Group is expected to record a positive total comprehensive income of approximately HK$43.8 million for 1H2026, as compared with a positive total comprehensive income of approximately HK$66.6 million for 1H2025.

Excluding the abovementioned one-off items, the Group is expected to record an adjusted operating profit of approximately HK$3.0 million for 1H2026, as compared with an adjusted operating loss of approximately HK$2.1 million for 1H2025. This represents a turnaround from an adjusted loss in 1H2025 to an adjusted profit in 1H2026, mainly attributable to the increase in revenue and the improvement in the Group's gross profit.

The information contained in this announcement is only based on the Board's preliminary assessment of latest unaudited consolidated management accounts of the Group for the 1H2026, which have not been confirmed or reviewed by the auditors or the audit committee of the Company and are subject to finalisation and adjustments. As at the date of this announcement, the Company is in the process of finalising the unaudited consolidated interim financial results of the Group for the 1H2026. The actual consolidated interim financial results of the Group for the 1H2026 may be different from the information disclosed in this announcement. The Company expects to publish the announcement on the unaudited consolidated interim financial results of the Group for the 1H2026 on 14 August 2026 in accordance with the Listing Rules.

TAKEOVERS CODE IMPLICATIONS AND PROFIT FORECAST

Reference is made to the joint announcement dated 29 June 2026 (the "**Joint Announcement**") issued by HORIZON HEIGHTS LTD. (the "**Offeror**") and the Company in relation to, among others, the mandatory unconditional cash offer by Lego Securities Limited for and on behalf of the Offeror to acquire all issued shares of the Company (other than those already owned or agreed to be acquired by the Offeror and parties acting in concert with it).

The profit warning in respect of the unaudited results of the Group for the 1H2026 included in this announcement (the "**Profit Warning Statements**") constitutes a profit forecast of the Company under Rule 10 of the Takeovers Code and should therefore be reported on by the Company's financial advisers and auditors or accountants in accordance with Rule 10.4 of the Takeovers Code. In view of the requirements of timely disclosure of inside information under Rule 13.09(2)(a) of the Listing Rules and the Inside Information Provisions (as defined under the Listing Rules), the Company is required to issue this announcement as soon as practicable and given the time constraints, the Company has encountered genuine practical difficulties (time-wise or otherwise) in meeting the reporting requirements set out in Rule 10.4 of the Takeovers Code.

Under Rule 10.4 and Practice Note 2 of the Takeovers Code, if a profit forecast is made during an offer period and is first published in an announcement (which is the Company's case), it must be repeated in full, together with the reports from the Company's financial advisers and auditors on the said profit forecast, in the next document to be sent to the Shareholders by the Company. In this respect, the Profit Warning Statements contained in this announcement shall be reported on in accordance with Rule 10.4 of the Takeovers Code and the relevant reports are proposed to be contained in the next document to be sent to the Shareholders (the "**Shareholders' Document**"). However, if the interim results announcement of the Company for the six months ended 30 June 2026 which falls within the ambit of Rule 10.9 of the Takeovers Code and to which the Profit Warning Statements relate, is published prior to the Shareholders' Document, the requirements to report on the Profit Warning Statements under Rule 10.4 of the Takeovers Code will no longer apply.

WARNING

The Profit Warning Statements in this announcement do not meet the standard required by Rule 10 of the Takeovers Code and have not been reported on in accordance with the Takeovers Code. Shareholders and potential investors of the Company should therefore exercise caution in placing reliance on the Profit Warning Statements in assessing the merits and demerits of the Offer and in dealing with the securities of the Company.

Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company and read the announcement of the unaudited consolidated interim financial results of the Group for the 1H2026 carefully when it is published.

By order of the Board
IDT International Limited
Liu Kun
Chairman, Chief Executive Officer
and Executive Director

Hong Kong, 7 August 2026

As at the date of this announcement, the Board comprises (i) three executive Directors, namely, Mr. Liu Kun, Mr. Zhu Guoqiang and Mr. Shen Yuejie; and (ii) three independent non-executive Directors, namely, Ms. Chen Weijie, Mr. Mak Tin Sang and Mr. Li Bo.

The Directors jointly and severally accept full responsibility for the accuracy of the information contained in this announcement and confirm, having made all reasonable enquiries, that to the best of their knowledge, opinions expressed in this announcement have been arrived at after due and careful consideration and there are no other facts not contained in this announcement, the omission of which would make any statements in this announcement misleading