ESPRIT HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

STOCK CODE: 00330

INSIDE INFORMATION
PROFIT WARNING

This announcement is made by Esprit Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") 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 of directors of the Company (the "**Board**") wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that based on the preliminary review of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2026 (the "**Interim Period**") and information currently available to the Board, the Group is expected to record an unaudited net loss attributable to the Shareholders of approximately HK$39 million for the Interim Period, as compared to the unaudited net profit attributable to the Shareholders of approximately HK$1 million for the six months ended 30 June 2025 (the "**Corresponding Period**").

Building on the comprehensive restructuring initiated in 2024 to address legacy unsustainable costs and persistent retail losses, 2025 served as a critical inflection point in the Company's transition to a licensing-centric strategy. During the Interim Period, the Group has firmly strengthened its asset-light, licensing-centric business model. The Group's revenue from continuing operations for the Interim Period increased gradually to approximately HK$15 million, compared to approximately HK$7 million in the Corresponding Period. This growth was primarily driven by the progressive scaling and commercialisation of licensing operations following the Group's strategic transition.

In respect of continuing operations, the Group recorded an unaudited net loss of approximately HK$39 million for the Interim Period, compared to an unaudited net loss of approximately HK$21 million in the Corresponding Period. The higher loss was primarily driven by an increase in operating expenses from continuing operations during the Interim Period, which amounted to approximately HK$52 million, compared to approximately HK$26 million recorded in the Corresponding Period. This increase was mainly attributable to a one-off additional provision for the legal and professional fees incurred in connection with the arbitration proceedings disclosed in the announcement of Company dated 10 July 2026, which amounted to approximately HK$25 million. The Group's underlying operating expenses (other than the aforesaid legal and professional fees) were reduced from approximately HK$35 million for the Corresponding Period to approximately HK$27 million for the Interim Period. This demonstrates continual progress achieved during the Interim Period in controlling the cost structure and enhancing working capital efficiency. The Company will continually evaluate its cost base and endeavor to achieve further operational efficiency.

In respect of discontinued operations, no unaudited net profit was recorded for the Interim Period, compared to an unaudited net profit of approximately HK$22 million in the Corresponding Period, which had resulted from a one-off gain on deconsolidation of the Company's subsidiary in Canada.

As at the date of this announcement, the Company is in the process of finalising the consolidated results of the Group for the Interim Period. The information contained in this announcement is only based on a preliminary assessment of the unaudited consolidated management accounts of the Group for the Interim Period and information currently available to the Board and is not based on any figures or information which has been audited or reviewed by the independent auditors of the Company nor approved by the Audit Committee of the Company. Therefore, the actual results of the Group may be subject to further amendments and adjustments where necessary. The Board wishes to emphasise that the consolidated results of the Group for the Interim Period may be affected by a number of other factors, including but not limited to any adjustments that may or may not arise from the independent third-party valuation of the Group's trademarks. The Company will make further announcement(s) in this regard if and when necessary. Shareholders and potential investors are advised to carefully read the announcement of the Company in relation to the results of the Group for the Interim Period, which will be published in late August 2026 in accordance with requirements under the Listing Rules.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the securities of the Company.

By order of the Board
Esprit Holdings Limited
MAN Wai Chuen
Company Secretary

Hong Kong, 10 August 2026

Dates stated in this announcement refer to Hong Kong time unless otherwise specified.

As at the date of this announcement, the Board comprises the following directors:

Executive Directors:
Mr. WRIGHT Bradley Stephen
Ms. LI Hui
Ms. LIU Jianyi

Independent Non-executive Directors:
Ms. LIU Hang-so
Ms. LIU Tsui Fong
Mr. LO Kin Ching Joseph
Mr. YU Chung Leung