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智數科技集團有限公司

SMART DIGITAL TECHNOLOGY GROUP LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 1159)

**UPDATES IN RELATION TO
THE DISCLAIMER OF OPINION SET OUT
IN THE ANNUAL REPORT FOR THE YEAR
ENDED 31 DECEMBER 2025**

The board (the “**Board**”) of directors (the “**Directors**”) of Smart Digital Technology Group Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) would like to provide updates in relation to the disclaimer of opinion (the “**Disclaimer of Opinion**”) set out in its annual report for the year ended 31 December 2025 (the “**Annual Report**”). Unless otherwise specified, capitalised terms used herein shall have the same meaning as defined in the Annual Report.

During the period from 29 April 2026, being the date of publication of the Annual Report, and up to the date of this announcement, the following steps and measures have been implemented to mitigate the liquidity pressure, to improve the financial position of the Group and to address the Disclaimer of Opinion:

- (1) The Company is in the process of conducting a placing of new shares under the general mandate granted to the Directors pursuant to an ordinary resolution passed by the Shareholders at the annual general meeting of the Company held on 29 May 2026. Subject to the completion of the placing, and assuming that all the placing shares are successfully placed by the placing agent, the gross proceeds from the placing will be approximately HK\$65.2 million and the net proceeds, after deducting the placing commission, professional fees and all related expenses which may be borne by the Company, from the placing are estimated to be approximately HK\$64.1 million. The Company intends to use such net proceeds for development new businesses including the satellite business and investment in short to medium length dramas and replenishment of working capital of the Group. For details, please refer to the announcements of the Company dated 2 June 2026, 15 June 2026, 16 June 2026, 6 July 2026 and 27 July 2026;

- (2) The Group has been negotiating with lenders for the renewal and/or extension for repayment of loans. A total amount of approximately HK\$4.7 million of outstanding loans has been extended to early 2026 and such amount has been fully settled as of the date of this announcement. In 2025 and 2026 (up to the date of this announcement), the Group has repaid loans in the amount of approximately HK\$32.0 million and approximately HK\$4.7 million respectively;
- (3) The Group has been exploring new business opportunities, including but not limited to the investment and production of short and medium length dramas, AI Concert and satellite business, to broaden the Group's client and revenue base. Details of the new businesses are outlined below;
- (4) In relation to investment and production of short and medium length dramas, the Group has focused on high-quality short and medium length drama productions in the PRC and Southeast Asia. The Group operates a full-chain content production model for short dramas. As principal producer, the Group sources or commissions original scripts, engages directors, casts, and production crews, manages on-location and post-production activities, and retains full intellectual property ownership of all content produced. This provides material enhancement on operational control, faster capital recycling, and significantly higher gross margins. Up to the date of this announcement, production of certain short and medium length dramas are completed and certain short and medium length dramas expected to release by the end of 2026;
- (5) In relation to AI Concert, the Group has expanded its Media and Culture Business into the AI-powered concert and live entertainment segment. An AI Concert programme, co-produced with popular PRC companies, involving preliminary rounds to be held across multiple PRC cities, culminating in a national final to be broadcast live in PRC. The AI Concert expects to operate by the end of 2026;

- (6) In relation to the satellite business, the Group has commenced the satellite in-orbit payload verification service and has entered into a number of agreements with cooperation partners, with a key focus on artificial intelligence (“AI”) computing power payload hosting, ground demonstration system construction, and in-orbit telemetry, tracking and control operation and maintenance, among other related businesses. The Group plans to complete its first in-orbit intelligent verification mission by the end of 2026, and to simultaneously advance the joint development of satellites, with the satellite launch mission targeted for completion by mid-2027. The Group also expected two-satellite low-orbit remote sensing constellation will be to be launched and operated by the end of 2027;
- (7) The Group has been maintaining and implementing cost control strategies relating to the selling, distribution and administrative costs and film investment expenditures to reduce cash outflows of the Group. The selling and distribution and administrative expenses, net of one-off legal fee of HK\$1.8 million in 2025, recorded a decrease of approximately 3% in the year of 2025 as compared with that in the year of 2024; and
- (8) In terms of the recovery of trade receivables and contract assets, in 2025 and 2026 (up to the date of this announcement), the Company has recovered approximately HK\$22.7 million and approximately HK\$6.9 million respectively of trade receivables and contract assets.

The Company will publish further announcements for updates regarding the above measures as and when appropriate in accordance with Listing Rules.

By Order of the Board
Smart Digital Technology Group Limited
Jing Xufeng
Chairman

Hong Kong, 10 August 2026

As at the date of this announcement, the Board comprises four executive directors, namely Mr. Jing Xufeng, Mr. Luo Lei, Ms. Wu Xiaoli and Mr. Hu Fanghui; and three independent non-executive directors, namely Mr. Wu Hongliang, Mr. Niu Zhongjie, and Mr. Xu Zhihao.