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EDA GROUP HOLDINGS LIMITED
EDA集團控股有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2505)

PROFIT WARNING

This announcement is made by EDA Group 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 Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong).

The board of directors of the Company (the "**Board**") hereby informs the shareholders (the "**Shareholders**") and potential investors of the Company that, based on its preliminary review of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2026 (the "**Reporting Period**") and other information currently available to the Board, the Group is expected to record a net loss of approximately RMB42.2 million for the Reporting Period as compared with the net profit of approximately RMB19.3 million for the corresponding period in 2025.

The Group is expected to record an adjusted net loss (non-HKFRS Accounting Standards measure, defined as net loss adjusted by adding back share-based payments expenses in relation to share incentive plans) of approximately RMB41.1 million for the Reporting Period as compared with the adjusted net profit of approximately RMB22.2 million for the corresponding period in 2025.

The above loss was primarily attributable to the following factors:

(1) strategic investment in overseas warehouses: with the addition of 6 leased overseas warehouses in 2025 and the first half of 2026, such warehouses usually require a ramp-up period before achieving profitability. However, the relevant costs and expenses increased significantly, mainly due to the commencement of amortization of the related right-of-use assets and the recognition of interest expenses on the lease liabilities. The Board is of the view that such strategic investment will be beneficial to the long-term sustainable growth of the Group;

(2) a further decline in gross profit, primarily because (i) increased share of the semi-hosting model which generally has lower gross profit margin; and (ii) the Group has been vigorously expanding its European business during the Reporting Period, where the gross profit is generally lower due to generally higher labor and compliance costs;

(3) increases in overseas logistics costs and labor costs, leading to a significant rise in the Group's overall costs during the Reporting Period; and

(4) the continued depreciation of the Renminbi against the United States dollar, which resulted in a foreign exchange loss of approximately RMB19.0 million for the Reporting Period, as compared with a foreign exchange gain of RMB0.24 million for the corresponding period in 2025.

The Board wishes to highlight that the "adjusted net profit/(loss)" is not defined under the HKFRS Accounting Standards. It is defined by the Group as net profit/(loss) adjusted by adding back share-based payments expenses in relation to share incentive plans (the "**Adjusted Items**"). The Board believes that the "adjusted net profit/(loss)" would provide useful information to the Shareholders and potential investors of the Company in understanding and evaluating the operating performance of the Group by eliminating the financial effects of the Adjusted Items, which are non-operating in nature and are not indicative of the actual operating performance of the Group.

The Board wishes to emphasise that the Company is still in the process of finalising the Group's interim consolidated results for the Reporting Period. The information contained in this announcement is only based on a preliminary review of the unaudited consolidated management accounts of the Group for the Reporting Period and other information currently available to the Board as at the date of this announcement, which have neither been audited nor reviewed by the Company's auditors, nor reviewed by the Company's audit committee and may be subject to finalisation and possible adjustments arising from further review. Shareholders and potential investors of the Company are advised to read carefully the interim results announcement of the Company for the Reporting Period, which is expected to be published on 31 August 2026.

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

By order of the Board
EDA Group Holdings Limited
Mr. Liu Yong
Executive Director and Chairman of the Board

Hong Kong, 25 August 2026

As at the date of this announcement, the Board comprises (i) Mr. Liu Yong, Ms. Li Qin and Mr. Cheung Man Yu as executive Directors; (ii) Mr. Zuo Manlun and Mr. Luo Jianfeng as non-executive Directors; and (iii) Mr. Ng Cheuk Him, Mr. Wong Ping Yee Natalis, Mr. Huang Risheng and Mr. Zhan Linkun as independent non-executive Directors.

* *For identification purpose only*