BlockFin Holdings Limited
鏈信控股有限公司

(Incorporated in Bermuda with limited liability)
(Stock code: 888)

SUPPLEMENTAL ANNOUNCEMENT IN RELATION TO CHANGE OF AUDITORS

Reference is made to the announcement of BlockFin Holdings Limited (the "**Company**") dated 24 July 2026 in relation to the change of auditors of the Company (the "**Announcement**"). Unless otherwise defined, capitalised terms used herein shall have the same meanings as those defined in the Announcement.

The Company would like to provide the following supplementary information in relation to the Change of Auditor. This announcement is supplemental to and should be read in conjunction with the Announcement.

DETAILED CHRONOLOGY OF EVENTS IN RELATION TO THE CHANGE OF AUDITOR

Date / Timing	Event
Mid-April 2026	The Company approached BTHK to obtain their estimated 2026 Audit Fee for inclusion in the Circular in respect of the annual general meeting of the Company held on 17 June 2026 (the "**AGM**") for compliance with the newly promulgated Frequently Asked Question (FAQ16 - No.5(i)) issued by the Stock Exchange. In response, BTHK reverted that they expected the range of its 2026 Audit Fee to be HK$1,000,000 to HK$1,200,000. In view of the tight signoff schedule of the Circular and based on the understanding that the Company and BTHK could further negotiate and finalise the 2026 Audit Fee at a lower fee range afterward, by taking into account the downsizing of the Group during the year ended 31 December 2025 (including disposals of four loss-making subsidiaries), once BTHK had the chance to conduct a more detailed review of the Group's latest structure in mid-2026 at the Company's request as then

	expected by the Management, the Company disclosed the foregoing estimated range of the 2026 Audit Fee provided by BTHK in the Circular.
24 April 2026	The Company signed off the Circular for bulk-printing, which contained, inter alia, the estimated range of the 2026 Audit Fee of BTHK and a proposal of the re-appointment of BTHK as the auditor of the Company and the authorisation to the Board to fix the 2026 Audit Fee as an ordinary resolution of the Company to be put forward for approval at the AGM.
During June 2026	The Company invited BTHK to consider providing a more precise amount for the 2026 Audit Fee, particularly in view of the Group's scaled-down operations since late 2025. In response, BTHK reverted that their estimated 2026 Audit Fee would be HK$1,180,000. In order for the Management and the Audit Committee to assess the reasonableness of the proposed 2026 Audit Fees pursuant to paragraph 2.3.8 of The Guidelines for Effective Audit Committees – Selection, Appointment and Reappointment of Auditors issued by the AFRC (the "**Guide**"), in particular in light of the Group's scaled-down operations, the Management sought to obtain fee quotations for the 2026 Audit and the review service in relation to the interim report of the Company for the six months ended 30 June 2026 (the "**2026 Interim Review**", together with the 2026 Audit, collectively, the "**2026 Audit and Interim Review**") from two other professional audit firms, Suya and another audit firm, which came back with the fee quotations of HK$760,000 and HK$980,000 (solely for the 2026 Audit), respectively.
17 June 2026	The ordinary resolution of the Company for the re-appointment of BTHK as the auditor of the Company and the authorisation to the Board to fix its remuneration was passed at the AGM.
Early to mid-July 2026	The Company and BTHK engaged in negotiations with a view to assessing the proposed workload and resource allocation in light of the Group's scaled-down operations. BTHK revised its quotation for the 2026 Audit Fee to HK$1,080,000, being, in its view, the lowest fee that commensurate with the resources and work required to perform the 2026 Audit and Interim Review. The Company was given to understand that BTHK could only consider a fee quotation of no less than HK$1,080,000 for the 2026 Audit and Interim Review.

	Having considered the Company's Cost Control Measures, the Company considered it might be necessary to identify other professional auditors as a backup plan to fill any vacancy that might arise from BTHK's possible resignation, in the event that a consensus with BTHK on the 2026 Audit Fee could not be reached. The Company therefore proceeded to identify suitable professional auditors to fill the relevant possible vacancy, minding that any change of auditor should not jeopardise, or adversely affect, the audit quality, so Suya was identified by the Management and recommended to the Directors. The Board (including all the members of the Audit Committee) then held a meeting with Suya to assess its qualifications, experience and suitability, as well as its proposed audit plan and timetable for the 2026 Audit.
Mid-July 2026	Following the revised quotation provided by BTHK, BTHK and the Company had several verbal discussions in which BTHK enquired as to whether the engagement based on the revised fee quotation could be confirmed. In addition, BTHK informed the Company of its need to plan its resource allocation for the upcoming interim reviews for its listed issuer clients, and accordingly requested the Company to provide feedback to its quotation for 2026 Audit and Interim Review services as soon as possible. BTHK further indicated that, if the parties could not agree on the fee quotation for the 2026 Audit Fee, it would not proceed with the engagement. Accordingly, the Management was aware of the possibility of BTHK's resignation as auditor of the Company in order to reallocate the staff originally assigned to perform the Company's interim review work to other clients' interim review engagements. Against this understanding, the Management prepared a memorandum to the Audit Committee to report the circumstances and for the Audit Committee to consider whether it was appropriate to proceed with the backup plan to engage Suya to succeed BTHK as auditor of the Company in the event that the consensus on the 2026 Audit Fee could not be reached with BTHK. The Audit Committee, having reviewed Suya's proposed audit plan and considered the eligibility and suitability of Suya to act as the new auditor of the Company and the view of the Management that the engagement of Suya would be an alternative and a preferable choice as it possessed relevant audit experience and technical resources to provide audit services for the 2026 Audit and Interim Review at a more competitive fee and most aligned with the Company's Cost Control Measures, adopted the Management's proposal and recommended to the Board to approve the proposed Change of Auditor in the event that the consensus on the 2026 Audit Fee could not be reached with BTHK, and the same was approved by the Board on the same day.

24 July 2026	As the consensus on the 2026 Audit Fee could not be reached, BTHK tendered its letter of resignation as auditor of the Company and a clearance letter in connection therewith, and the appointment of Suya to fill such casual vacancy at the agreed 2026 Audit Fee of HK$760,000 was executed by the Management according to the relevant resolution passed at the relevant Board meeting.

The Company did not consider the Change of Auditor before the AGM as the Management originally believed that the Company and BTHK could reach a consensus on the 2026 Audit Fee once BTHK had the chance to review in detail of the Group's current operation scale and reconsider its workload and resources required. It was only when BTHK indicated in July 2026 its lowest possible fee quotation for the 2026 Audit Fee, in the amount of HK$1,080,000, which was still higher than the quotations that the Management had originally obtained from other professional firms for reference purposes, that caused the Management to consider the need and possibility of a Change of Auditor. Accordingly, the Company did not propose a Change of Auditor at the AGM held on 17 June 2026.

2026 AUDIT FEE PROPOSED BY SUYA AND BTHK, AND THE AUDIT COMMITTEE'S ASSESSMENT

The Company received the quotations for the 2026 Audit Fee from three professional audit firms, BTHK, Suya and another audit firm, in the amount of HK$1,080,000, HK$760,000 and HK$980,000 (which was solely for the 2026 Audit), respectively.

Based on the information available to the Management and the Audit Committee, and having regard to the 2026 Audit Fee proposed by Suya and BTHK:

(a) For both Suya and BTHK, the work for the 2026 Audit and Interim Review will be led by one audit partner, supported by one audit manager and two non-managerial audit team members to perform the core audit works, together with one quality reviewer who will have overall review on the engagement. To assess the reasonableness of the 2026 Audit Fee, the Audit Committee obtained the breakdown of the proposed 2026 Audit Fee from BTHK and Suya including seniority of staff members pursuant to paragraph 2.3.8 of the Guide, to the extent as applicable, and was understood that the manpower by seniority of staff and the hours to be attributed to each of the audit team members by seniority were relatively the same for Suya and BTHK.

(b) As disclosed in the Announcement, Suya provided the following expected timetable for the 2026 Audit, which the Management and the Audit Committee were understood that such timeline was substantially the same as the audit of the consolidated financial statements of the Company for the year ended 31 December 2025 performed by BTHK (which also would not deviate for the 2026 Audit if it were performed by BTHK):

Phase	**Timeline**
Audit planning and audit on opening balances	October to December 2026
Communication with the Audit Committee – Planning	December 2026
Audit field work	January to March 2027
Communication with the Management and the Audit Committee on the draft audited report	Mid-March 2027
Publication of annual results announcement	Late March 2027
Publication of annual report	Late April 2027

(c) Based on the discussions with Suya and BTHK respectively, the Management and the Audit Committee understood that there would be no material differences in respect of the proposed audit strategy and scope of audit work to be conducted by Suya as compared with that of BTHK.

In light of the above and having considered the quality and independence of the incoming auditor (including pursuant to section 2 of the Guide) as disclosed in the Announcement, the Audit Committee considered that the audit quality would not be compromised by the reduced fees proposed by Suya for the 2026 Audit and Interim Review.

FURTHER DETAILS OF SUYA'S PROPOSED AUDIT PLAN

Based on the information available to the Management and the Directors (including all members of the Audit Committee), including the proposed audit plan provided by Suya to the Board at the meeting with Suya in mid-July 2026 in which all Directors attended (including all members of the Audit Committee), which was subsequently presented to the Audit Committee at its meeting, and which set out the proposed audit approach, indicative composition of the engagement team and the proposed audit timetable for the Group, Suya proposed to adopt a risk-based audit approach, being the same approach adopted and to be adopted by BTHK if the 2026 Audit were to be performed by BTHK normally, which would direct audit efforts to areas with a higher risk of material misstatement in the consolidated financial statements. Under such approach, Suya would identify different components of the Group and perform audit procedures of varying nature and scope based on their financial significance and risk profiles, and design and implement specific audit procedures to obtain sufficient and appropriate audit evidence, which would serve as the basis for forming the audit opinion for the Group.

Having reviewed and considered the audit plan proposed by Suya, including the proposed audit approach, the composition of the audit engagement team and the proposed audit timetable, all of which are substantially the same as the audit plan proposed by BTHK to the Company, as well as the quality and independence of Suya (including pursuant to section 2 of the Guide), the Audit Committee was satisfied that Suya's engagement team had been appropriately structured and would have sufficient resources, including expertise and time, to conduct a high-quality audit in accordance with applicable accounting standards. The Audit Committee is of the view that Suya's proposed audit plan and the proposed audit timetable are reasonable and sufficient for Suya to carry out necessary audit procedures without compromising the audit quality, and that Suya's resources are adequate to achieve the proposed audit timetable for the 2026 Audit.

GENERAL

The Company will convene and hold a special general meeting of the Company (the "**SGM**") for the Shareholders to consider and, if thought fit, approve ordinary resolutions to (i) confirm, accept and ratify the resignation of BTHK as auditor of the Company; and (ii) approve, confirm and ratify the appointment of Suya as the new auditor of the Company and the authorisation to the Board to fix the remuneration of the new auditor of the Company.

A circular containing, among other things, further details of the resignation of BTHK as auditor of the Company and the appointment of Suya as the new auditor of the Company, together with a notice convening the SGM, will be despatched to the Shareholders in due course.

All other information contained in the Announcement remain unchanged and continues to be valid for all purposes.

By Order of the Board
BlockFin Holdings Limited
ZHU Dong
Executive Director

Hong Kong, 7 September 2026

As at the date of this announcement, the Board comprises Mr. SUN Lei (Chairman) and Mr. ZHU Dong as executive Directors; and Mr. CHEN Yigong, Mr. FENG Zhonghua and Ms. LI Tsz Ying as independent non-executive Directors.