TA YANG GROUP HOLDINGS LIMITED
大洋集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1991)

VOLUNTARY ANNOUNCEMENT
ENTERING INTO THE PROCUREMENT AGREEMENT

This announcement is made by Ta Yang Group Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**") on a voluntary basis.

The Company hereby announces that the Group has entered into the procurement agreement (the "**Procurement Agreement**") with DYD Co., Ltd., an independent third-party client (the "**Purchaser**"), on 12 September 2026 in Jeju Special Self-Governing Province, Republic of Korea. Pursuant to the Procurement Agreement, the Group shall provide R&D technical services, ancillary engineering services and long-term complete units mass production and supply services for smart adsorption-style beauty mirrors (accompanying IP-themed figurine makeup pouches) to the Purchaser.

INFORMATION OF THE COOPERATION PARTNER

DYD Co., Ltd., the Purchaser, is a company incorporated in South Korea, which is primarily engaged in brand operations and the procurement and sales of intelligent consumer electronic products. To the best of the Company's knowledge, information and belief, having made all reasonable enquiries, as at the date of this announcement, the Purchaser and its ultimate beneficial owners are third parties independent of the Group and the connected persons of the Group (as defined under the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**")). This transaction does not constitute a connected transaction under the Listing Rules.

CORE CONTENTS OF THE PROCUREMENT AGREEMENT

The Procurement Agreement is a framework cooperation agreement covering the scope of customized product research & development ("**R&D**"), ancillary engineering implementation and batch volume production and supply. The overall cooperation cycle is stable, with core terms as follows:

1. **R&D Services**: The Group is responsible for the full workflow customized R&D process, providing one-stop services including industrial structure design, hardware and software development, AI voice function adaptation, prototype testing and the delivery of a complete set of technical documentation.

2. **Engineering and Mass Production Arrangements**: This includes one-time ancillary engineering services such as mold development, product prototyping and preliminary certification assessments. The parties have agreed on a minimum mass production procurement baseline of 100,000 units. The Group shall constantly supply mass-produced products based on the Purchaser's orders and has established a market-based material price adjustment mechanism to ensure fair and compliant cooperation.

REASONS FOR AND BENEFITS OF ENTERING INTO THE PROCUREMENT AGREEMENT

The Group is comprehensively advancing its Web 4.0 strategic upgrade, implementing a core transformation path that shifts from traditional manufacturing to becoming a provider of AI-empowered, silicon-based intelligent manufacturing and digital ecosystem services. It is focusing on the consumer intelligent hardware sector that integrates AI software and hardware, continuing to execute its commercialization deployment for products featuring AI-driven biomimicry, emotional companionship and intelligent interaction. The signing of the Procurement Agreement represents a significant step in the commercial implementation of the Group's AI transformation strategy. By leveraging its proprietary technologies in AI voice interaction, intelligent vision and embedded hardware and software, alongside its established capabilities in precision manufacturing and mass-production delivery, the Group shall execute the R&D and overseas batch supply of intelligent AI beauty hardware products. This collaboration enriches the Group's portfolio of consumer AI hardware products, accelerates the application of AI technology for general-market, scenario-specific, and overseas use, and strengthens the revenue foundation of its AI transformation business while increasing the proportion of digital and intelligent operations – all of which align with the Group's long-term strategic development goals. The terms of the transaction are fair and reasonable, entered into on normal commercial terms, and in the interests of the Company and its shareholders as a whole.

RISKS WARNING

The progress of this project is subject to routine factors – such as fluctuations in market materials, minor adjustments to client requirements and supply chain cycles – entailing a risk of slight variations in schedule and scale. The Group shall monitor project progress continuously, manage operational risks strictly, and ensure the project's smooth implementation.

By order of the Board
Ta Yang Group Holdings Limited
Shi Qi
Chairlady

Hong Kong, 15 September 2026

As at the date of this announcement, the Board comprises two executive Directors, namely Ms. Shi Qi and Mr. Li Jiuhua; four non-executive Directors, namely, Mr. Law Wai Ip Vincent, Mr. Gu Shixiang, Mr. Han Lei and Mr. Wang Dongzhu; and two independent non-executive Directors, namely Mr. Zhang Li and Dr. Xie Jun.