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CHERISH SUNSHINE INTERNATIONAL LIMITED

承輝國際有限公司

(Incorporated in Bermuda with limited liability)

(Stock code: 1094)

PROPOSED CHANGE OF AUDITORS

This announcement is made by Cherish Sunshine International Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.51(4) of the Rules (the “**Listing Rules**”) Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”).

RESIGNATION OF AUDITOR

The board (the “**Board**”) of directors (the “**Directors**”) of the Company hereby announces that Crowe (HK) CPA Limited (“**Crowe**”) has resigned as the auditor of the Company with effect from 29 September 2026 (the “**Resignation**”) as the Company intended not to engage Crowe to audit the consolidated financial statements of the Group for the eighteen months ending 30 September 2026 (the “**2026 Audit**”) due to corporate governance reasons, and Crowe agreed to resign with such reasons.

Crowe had been the auditor of the Company since 16 December 2020. The audit committee of the Company (the “**Audit Committee**”) considers that rotating the auditor will enhance the independence of the Group’s financial reporting to the public. Therefore, the Audit Committee suggests to change auditor to enhance independence, which will be beneficial to the Company and its shareholders (the “**Shareholders**”).

Crowe has confirmed in their resignation letter that, except for the paragraph headed “Material Uncertainty Related to Going Concern” stated in the auditor’s report for the year ended 31 March 2025, Crowe is not aware of any circumstances connected with its resignation that need to be brought to the attention of the Shareholders.

Save as disclosed above, the Board and the Audit Committee have confirmed that there are no disagreements or unresolved matters between the Company and Crowe and that they are not aware of any matters in relation to the Resignation that need to be brought to the attention of the Shareholders.

As at the date of this announcement, the Board confirms that Crowe has not yet commenced any audit work on the 2026 Audit. The Board believes that the change of auditor arising from the Resignation will not have any significant impact on the 2026 Audit and the release of annual results of the Group for the eighteen months ending 30 September 2026 (“FY2026”).

The Board would like to take this opportunity to express its gratitude and appreciation to Crowe for its professional and quality services rendered to the Group during the past years.

PROPOSED APPOINTMENT OF NEW AUDITOR

The Board further announces that, with the recommendation of the Audit Committee, Global Link CPA Limited (“**Global Link**”) has been proposed by the Board as the new auditor of the Company to hold office until the conclusion of the next annual general meeting of the Company (the “**Proposed Appointment**”), subject to the approval of the Shareholders at a special general meeting of the Company (“**SGM**”).

CHRONOLOGY OF EVENTS LEADING TO THE CHANGE OF AUDITORS

Set out below is the chronology of events leading to the proposed change of auditor:

Date	Event
15 September 2026	The Audit Committee had a meeting to consider the engagement of auditor for the 2026 Audit. It was resolved that the Company not to engage Crowe as auditor for the 2026 Audit due to corporate governance reasons.
23 September 2026	The Company received fee quotations from the three audit firms ranging from HK\$880,000 to HK\$1,250,000. The Audit Committee reviewed the audit proposals and fee quotations submitted by each audit firm and, having considered the professional capability, service scope and audit plan of each audit firm and the Group’s current and future business development, was of the view that the audit proposals provided by the three audit firms were broadly comparable and Global Link possessed the professional qualifications and experience necessary to provide high-quality audit services with a competitive audit fee. The Audit Committee conducted a detailed discussion with Global Link regarding its audit proposal and audit plan. Taking into account the factors as disclosed in the section headed “Key considerations of the Audit Committee, the Audit Committee came to the view that appointing Global Link would be in the best interests of the Company.
29 September 2026	The Company notified Crowe and Crowe issued its resignation letter and provided professional clearance to Global Link on 29 September 2026.

Date	Event
29 September 2026	The Company convened a meeting of the Board to consider and accept the resignation of Crowe and, upon the recommendation of the Audit Committee, resolved to submit the proposed appointment of Global Link as the auditor of the Company for the financial year ending 30 September 2026 to the Shareholders for consideration and approval at the SGM.

KEY CONSIDERATIONS OF THE AUDIT COMMITTEE

The Audit Committee has considered a number of factors in assessing the appointment of Global Link including but not limited to (i) the audit proposal of Global Link; (ii) the competence and caliber of Global Link including its audit experience in handling audit work for companies listed on the Stock Exchange, and its familiarity with the requirements under the Listing Rules; (iii) its independence and objectivity; (iv) the resources allocation, quality of audit, competence and capabilities including sufficient manpower and time allocation; (v) its reputation in the market; (vi) its fee quote and audit proposal; and (vii) the relevant guidance issued by the Accounting and Financial Reporting Council (“AFRC”), including the Guidance Notes on Change of Auditors and the Guidelines for Effective Audit Committees – Selection, Appointment and Reappointment of Auditors.

Factors considered in the proposed appointment of Global Link under section 2.2.4 of the AFRC Guide

(a) Documents reviewed and discussions held

In assessing Global Link’s suitability, the Board and Audit Committee reviewed, among others:

- Global Link’s firm level System of Quality Management (“SQM”) documentation prepared under Hong Kong Standard on Quality Management 1 “*Quality Management of Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services Engagement*” issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”), covering risk assessment, governance and leadership, ethical requirements, acceptance and continuance, engagement performance, resources, information and communication, and monitoring and remediation;
- a quality management manual which, based on an internal review, was concluded to be properly designed, implemented and operated to provide reasonable assurance that the firm and its personnel comply with professional standards and legal/regulatory requirements and that no material deficiencies were identified that would compromise achievement of the firm’s quality objectives;
- AFRC inspection results and remedial plans;
- independence confirmations and annual fit and proper declarations; and

- CVs and eligibility evidence of the proposed engagement partner and engagement quality reviewer.

The Audit Committee also discussed with Global Link how these policies and remedial measures would be applied in the Company's engagement and how any inspection findings would translate into engagement specific safeguards.

(b) Consideration of AFRC licence record

The Board understands that AFRC has not imposed any sanction to Global Link in the past five years, and the Disciplinary Committee of the HKICPA has not imposed any disciplinary order to Global Link within the past five years.

The Board considers Global Link is fit and proper to be the auditor of the Company.

(c) Detailed assessment under section 2.2.4 factors, supported by SQM and inspection materials

By reference to section 2.2.4 of the AFRC Guide, the Board and Audit Committee assessed Global Link as follows:

1. Governance and leadership

- Ultimate responsibility for SQM rests with the Managing Director, with operational responsibility assigned to a Quality Management Committee including the Director of Audit and Assurance.
- Governance is supported by a managing board and specialist committees (e.g. Client Acceptance and Continuance, AML), and performance appraisals for those responsible for SQM consider the effectiveness of the system.

2. Relevant ethical requirements

- Policies and procedures ensure compliance with the HKICPA Code of Ethics, including annual fit and proper and independence confirmations, mandatory ethics training for Public Interest Entity staff, and a process for identifying and addressing threats to independence.
- A central register of breaches is maintained and overseen by the Quality Management Committee, with remedial actions documented.

3. Industry knowledge and technical competence

- The client acceptance and continuance process evaluates competence, resources, eligibility of engagement directors and client integrity using standardised forms and committee approval.

- The proposed engagement partner and manager are certified public accountants with over 10 years' audit and accounting experience, the proposed senior has over 5 years' experience and associates have over 3 years' experience, which the Audit Committee considers appropriate for the Company's risk profile.

4. *Communication with the audit committee*

- SQM policies require regular communication with those charged with governance about quality management and engagement specific matters, using appropriate methods depending on significance.
- For this engagement, Global Link has committed to structured planning, interim and completion meetings with the Audit Committee and to timely communication of significant findings, including any issues arising from AFRC inspection follow up procedures.

5. *Audit inspection results and regulatory outcomes*

- AFRC inspection results form part of Global Link's Monitoring and Remediation process, which includes completed file reviews, root cause analysis, remedial action design and effectiveness evaluation.
- The Audit Committee has linked the specific deficiencies and remedial actions to the planned procedures for the Company's audit, and has required internal monitoring to confirm that these remedial procedures are actually performed.

6. *Engagement performance*

- SQM policies cover coaching, supervision and review, eligibility and workload limits for engagement directors and engagement quality ("EQ") reviewers, consultation, resolution of differences of opinion, engagement documentation and engagement quality reviews.
- For the Company, the Audit Committee has confirmed that the engagement partner and EQ reviewer meet eligibility criteria and workload limits, that standardised documentation and completion checklists will be used, and that minimum time requirements for partner and EQ reviewer involvement (as set out in the remedial plan) will apply.

7. *Other relevant factors (resources; information and communication)*

- Global Link maintains policies on human, technological and intellectual resources, including recruitment, performance evaluation, IT control, technical library maintenance and evaluation of external service providers.
- Information and communication procedures ensure that SQM changes, regulatory developments and client specific matters are communicated to engagement teams, and that potential deficiencies are reported to the Quality Management Committee.

To the best of the knowledge of the Company based on publicly available information, Global Link had no records of significant violations of laws and regulations in its business activities over the past three year and its team members had not been penalized by the AFRC and securities regulators with authorities in the past three years.

Based on the above, the Audit Committee has assessed and considered that Global Link is independent, competent and capable to act as the auditor of the Company. In addition, considering a number of factors, including but not limited to the long length of Crowe's tenure as auditor since December 2020, the Board and the Audit Committee are also of the view that the change of auditors would remain cost effectiveness, independence and objectivity of the external audit of the Company and is in the interest of the Company and the Shareholders as a whole.

Factors underlying the difference in audit fees

The audit fee for FY2026 proposed by Global Link is HK\$1,040,000, taking into account the scale and complexity of the Company's business, the expected scope and timetable of audit, the qualifications, experience and audit resources expected to be committed by Global Link. For reference, the audit remuneration paid to Crowe for the year ended 31 March 2025 was HK\$1,140,000.

The reduced fee offered by Global Link is primarily attributable to the operational efficiencies and strategic resources deployment rather than any reduction in audit scope or audit quality. This will be achieved through:

- (i) Global Link has ensured an experienced audit team composition and appropriate resource allocation for the engagement. The proposed audit team of Global Link consists of at least five fieldwork staff, led by an audit partner and a manager. Two members are based in Hong Kong, while the remaining five are based in the People's Republic of China (the "PRC").
- (ii) Global Link has confirmed that senior engagement personnel will directly oversee audit planning, supervision, and review to optimise resource allocation and ensure cost efficiency without compromising audit quality. This targeted deployment of experienced professionals to critical areas strengthens oversight and effectively handles complex accounting issues while avoiding redundant work.
- (iii) Global Link has undertaken to provide timely updates on audit issues to ensure transparency and enable prompt resolution by management and the Audit Committee, reflecting best governance practices and reinforcing audit quality assurance.

The Audit Committee noted that Global Link's quotation is anchored in a risk-based audit strategy consistent with HKICPA standards, with defined direction, supervision and review and Engagement Quality Management where applicable. Since the Group's operations are principally in the PRC while the functions performed in Hong Kong principally comprise management and consolidation, Global Link places transaction-level procedures in the PRC and group-level consolidation, governance and disclosures in Hong Kong. Where a component firm in the PRC will work collaboratively with Global Link, Global Link will be the lead and provide direction, supervision and review of the collaboratively component works.

After taking into account the stable business scale, size, complexity and risk profile of the Group, the Audit Committee is satisfied that the fee proposed by Global Link was commensurate with the audit work required and the audit quality would not be compromised due to reduced fees. The lower fee reflects a risk-aligned allocation of effort (transaction level procedures in the PRC and group-level consolidation, governance and disclosures in Hong Kong), combined with the efficient use and oversight of PRC component work, calibrated sampling and targeted specialist involvement, rather than a reduction in required audit. The Audit Committee is satisfied that the proposed appointment of Global Link is in the best interests of the Company and the Shareholders.

Audit approach and audit plan

Global Link has developed a detailed, risk-based audit plan tailored to the Company's specific business and financial reporting environment. The approach begins with a thorough understanding of the Company's operations, internal control framework, and key financial reporting risks.

Proposed Timetable and Procedures

The audit will follow a clear three-phase timeline designed to ensure a reasonable assurance and timely public reporting.

The first phase focus on planning, risk assessment, and initial fieldwork.

The second phase will be dedicated to the final audit, where the Global Link will execute all substantive procedures and complete their testing of the year-end financial statements.

For the third phase, Global Link will finalise the audit result and assist the Company to prepare the results announcement and annual report for public release. Meeting with the Audit Committee will be held from time to time where appropriate.

Resources Committed

Global Link has allocated a dedicated and experienced audit team to the audit engagement. The team possess relevant industry expertise and a thorough understanding of the Stock Exchange and HKFRS Accounting Standards requirements. The team, at minimum, is led by an audit partner and a manager, supported by five fieldwork staff. This structure is designed to ensure the timely and effective execution of the audit according to the agreed timetable.

The Audit Committee assessment regarding the reasonableness of the proposed timeline and the sufficiency of the committed resources is based on several key factors. These include preliminary discussions with the Company's management and those charged with governance, a detailed review of prior year financial statements and prior year audit plan, a careful consideration of the Company's internal reporting timeline and state of readiness and review of the Group's structure as compare to prior year. Based on this evaluation, the Audit Committee believe the resources and timeline are adequate to complete a rigorous audit in full compliance with professional standards.

Based on the above, the Audit Committee has assessed and considered Global Link to be independent, eligible and suitable to act as the auditor of the Company and recommended to the Board for appointing Global Link as the auditor of the Company. The Board and the Audit

Committee are of the view that the change of auditor would enhance the independence and cost effectiveness of the Company's annual audit while maintaining audit quality and thus it is in the interests of the Company and the Shareholders as a whole.

A circular containing, among other things, details of the proposed appointment of the auditor, together with a notice to convene the SGM, will be despatched to the Shareholders in due course.

By Order of the Board
Cherish Sunshine International Limited
Yang Hua
Joint Chairman

Hong Kong, 29 September 2026

As at the date of this announcement, the Board comprises two executive Directors, namely Mr. Yang Hua (Joint Chairman) and Ms. Chung Hui Yi; one non-executive Director, namely Mr. Ng Siu Hong; and three independent non-executive Directors, namely Mr. Zhao Zhijiao (Joint Chairman), Mr. He Zhi and Ms. Wang Xiaoqiong.