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CHAMPION TECHNOLOGY HOLDINGS LIMITED

冠軍科技集團有限公司

(Continued in Bermuda with limited liability)

(Stock Code: 92)

SUPPLEMENTAL ANNOUNCEMENT

(1) ADDITIONAL INFORMATION IN RELATION TO THE FINANCIAL RESULTS FOR THE YEAR ENDED 30 JUNE 2026

AND

(2) CONTINUED SUSPENSION OF TRADING

Reference is made to the announcement (the “**Announcement**”) of the unaudited financial results for the year ended 30 June 2026 (“**FY2026**”) made by Champion Technology Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) on 30 September 2026 which have been reviewed by the audit committee of the Company. Terms defined in the Announcement shall, unless the context otherwise requires, have the same meaning when used herein.

(1) ADDITIONAL INFORMATION IN RELATION TO THE FINANCIAL RESULTS FOR FY2026

The Company wish to inform the shareholders and potential investors of the Company that due to certain outstanding audit matters raised by Cheng & Cheng Limited, the auditors of the Company (the “**Auditors**”), the Company was unable to publish the preliminary results which shall have been agreed with the Auditors in accordance with Rule 13.49(1) and 13.49(2) of the Listing Rules.

The outstanding audit matters raised by the Auditors and the Company’s responses, are as follows:

(a) Investment in an associate

As disclosed on pages 23 to 27 of the Announcement, the Group acquired 49% of Sinoint Capital Limited on 6 March 2026 for a consideration of HK\$4,400,000, an amount the Company considers fully justified based on independent valuation parameters and the contractual structure of the transaction. The consideration reflects both the fair value of the 49% equity interest, assessed at HK\$3,160,000 using a DCF model under CAPM, and the value of an irrevocable call option granted to and to be exercised at the discretion of the Group to acquire the remaining 51% for a fixed price, independently appraised at HK\$1,210,000. At the material time of the acquisition, Sinoint Capital Limited was ultimately owned by Mr. King Hap Lee, who was then an independent third party of the Company and

was subsequently appointed as an executive Director in May 2026. Based on the then applicable percentage ratios and the Listing Rules, the acquisition did not constitute a notifiable transaction or a connected transaction of the Company under Chapter 14 or Chapter 14A of the Listing Rules.

The Auditors raised concerns regarding the commercial rationale of acquiring interest in an entity with Private Equity Fund Manager Licence which is not allowed to engage in public fundraising, and the related approval process as the Auditors questioned if sufficient due diligence has been performed and valuation basis for the Group's acquisition of a 49% equity interest in Sinooint Capital Limited. The Auditors considered that the valuation report provided to them was not supported by adequate underlying documentation, and that they were therefore unable to satisfy themselves as to the reasonableness of the key assumptions adopted, the completeness and reliability of the financial information of the associate, or the adequacy of the related disclosures. As a result, the Auditors had not been able to conclude on whether the consideration paid, the valuation methodology applied, and the disclosures made in respect of the acquisition were appropriate.

The Company respectfully addresses the Auditors' concern. The Board has duly approved the acquisition and the Board considers that the acquisition was supported by rigorous, multi-layered due diligence, including legal due diligence conducted by a reputable PRC law firm, financial due diligence performed by the Group's in-house CPA, an independent professional valuation, and a detailed assessment of the target's project pipeline. The HK\$4,400,000 consideration reflects a bundled contractual structure comprising (i) the fair value of the 49% equity interest, independently appraised at HK\$3,160,000 using a CAPM-backed DCF model, and (ii) a legally binding, open-ended call option to acquire the remaining 51% for HK\$4,600,000, independently valued at HK\$1,210,000. The combined fair value of HK\$4,370,000 supports the commercial pricing of the transaction.

The Company further considers the intrinsic value of the investment to exceed the purchase price due to the target's fully operational Private Equity Fund Manager Licence registered with AMAC, which is an increasingly scarce regulatory asset following nationwide issuance contraction, and its unique status as a 100% foreign-owned fund manager in Xi'an. Governance protections under the shareholders' agreement, including veto rights requiring 75% shareholder approval for key matters, board parity, and joint-signature requirements for bank withdrawals, provide the Group with disproportionate governance influence relative to its 49% shareholding. The Company also notes that the 51% owner, Mr. King Hap Lee, serves as an executive Director and is bound by statutory fiduciary duties to act in the best interests of the Group, ensuring aligned governance and eliminating theoretical minority-oppression risks.

The Company highlights that the target had already secured a substantive project pipeline at the time of acquisition, including an equity fund with RMB12 million paid-in capital and multiple industrial resource projects in advanced stages of cooperation. Preliminary financial assessments indicated an aggregate valuation range of RMB6 million to RMB12 million for

these pipeline assets. The Company therefore maintains that the commercial valuation of HK\$4,400,000 is robustly supported by structural scarcity, contractual control components, and the target's strategic positioning within Xi'an's molybdenum-focused industrial ecosystem.

(b) RMB 6,500,000 deposit paid

The Group has entered into a service contract with the independent service provider in January 2025 for the development of a Digital Education Platform. This education platform is a comprehensive online education and training system designed for provincial, municipal and local open universities. It supports full scenario learning needs across continuing education, vocational skills training, senior citizen education and community education. Its system architecture provides multiple functional modules, including admissions, learner services, teaching management and other operational features. Under the service contract, a prepayment of RMB6,500,000 was made. Subject to negotiation between the parties and further contract being made in respect of this project, it is estimated that the total consideration payable to the service provider for the development of this project will not exceed RMB9,700,000. As disclosed on pages 28 to 29 of the Announcement, the system development has been completed in March 2026 and following comprehensive testing, the platform is scheduled for launch in around March 2027.

The Auditors raised concerns regarding the RMB6.5 million deposit paid in connection with the project. Although management had provided information describing the development progress of the platform and asserted that such progress relates to the deposit, the Auditors considered that they had not obtained sufficient appropriate evidence demonstrating how the deposit was specifically connected to, or contractually supported, the project. The Auditors further indicated that additional queries relating to the nature, purpose, and substantiation of the deposit remain unresolved, and that, in the absence of adequate supporting documentation, they were unable to satisfy themselves as to the appropriateness of the accounting treatment or related disclosures.

The Company considers that it has adequately addressed the Auditors' concern and maintains that the RMB6,500,000 deposit paid in respect of the development of the Digital Education Platform is commercially justified on the pricing and the services to be provided, contractually substantiated and supported by clear deliverables. The Board notes that the platform reached full system and technical completion in March 2026, is governed by explicit KPIs, and requires the contractor to provide course contents and to establish direct institutional linkages with a nationwide network of open universities and colleges to facilitate its scheduled launch in March 2027. The Board further emphasises that, under the Corporate Governance Code in Appendix C1 to the Listing Rules, the formulation and execution of commercial strategy fall squarely within management's remit, and that the Auditors' role is limited to verifying existence, ownership and accuracy of expenditure rather than substituting their own commercial judgment for that of the Directors. In addition, the Company's independent non-

executive Director, Mr. Chan Yik Hei, an experienced software specialist, has issued a formal written opinion confirming that the platform is reasonably and competitively priced having regard to its technical architecture, deliverables and services.

(c) Loan Approval

As disclosed on pages 21 to 23 of the Announcement, the Group's money lending activities were conducted through a wholly-owned Hong Kong subsidiary operating as a licensed money lender and, on an incidental basis, through a Mainland subsidiary which did not hold itself out as a money lender nor actively solicit borrowers. The Directors considered that money lending was not a principal business of the Group during FY2026, with loans advanced only from idle funds to individuals or companies introduced through personal connections. Each loan was subject to a documented KYC and credit assessment process, including identity verification, review of corporate documents, financial review and, where necessary, review of guarantor's financial strength. Interest rates were determined having regard to borrowers' financial condition, collateral or guarantees, loan tenor and applicable statutory limits, with the Mainland subsidiary generally charging no less than twice the CLPR and the Hong Kong subsidiary applying a premium over the Hong Kong Prime Rate. All loans required approval by senior management, and ongoing monitoring was performed throughout the loan period. As at 30 June 2026, the Mainland subsidiary had eight loans outstanding totaling RMB23.2 million at interest rates of 6–8.5% per annum, while the Hong Kong subsidiary had six loans outstanding totaling HK\$18.3 million at interest rates of 8–8.5% per annum.

The Auditors criticized the Group's loan approval process in the PRC where the credit assessment in some of loan renewal cases, the Group seemed to rely too heavily on the guarantors' financial strength or on the borrower's management accounts, and allowed renewal before the accrued interest was paid (all such accrued interest was eventually settled) without requesting for additional security upon such renewal. The Auditors queried how management had exercised due care in verifying the accuracy and completeness of those management accounts and assessment of the borrower's creditworthiness based on such management accounts.

The Company considers that the credit underwriting for the loan in question was properly supported by both management's due-care assessment at the time of approval and by subsequent events verified by the Auditors. The Auditors have already checked and confirmed substantial post-year-end cash repayments across the Group's loan portfolios, including RMB14.6 million, representing 62.9% of the PRC loan book as at 30 June 2026, were repaid in cash after the year-end date. These repayments demonstrate the collectability of the loans and support management's credit assessment. As at the date of this announcement, the Mainland subsidiary has two loans outstanding totaling RMB8.6 million, while the Hong Kong subsidiary has six loans outstanding totaling HK\$18.3 million. None of these loans is overdue.

In respect of a specific loan where reliance was heavily placed on management accounts, the Company considers that the borrower's financial position was prudently evaluated. The high proportion of accounts receivable reflected normal settlement cycles for the business of that particular borrower; its long-term borrowings were supported by substantial fixed assets and its current borrowings were modest relative to its asset base; and its commercial viability was reinforced by a favourable published court judgment. The Company further highlights its unblemished repayment record since inception, with no defaults or bad debts, evidencing the effectiveness of its targeted credit underwriting approach.

The Company is actively engaging with the Auditors to resolve the outstanding audit matters and to address deeper their concerns described above. The Board and management are continuing to provide all necessary information and clarification to facilitate completion of the audit. The Company is targeting to announce the audited final results by the end of October 2026. The Company will publish the supplemental preliminary annual results immediately after the financial statements have been modified, if any, by the Auditors. As disclosed in the announcement of the Company dated 31 August 2026, it is expected that the Auditors will issue a disclaimer of opinion relating to the going concern issue of the Group.

(2) CONTINUED SUSPENSION OF TRADING

At the request of the Company, trading in the shares of the Company on the Stock Exchange has been suspended from 9:00 a.m. on 2 October 2026 pending the release of the announcement of the financial results for FY2026 with any update as agreed by the Auditors.

Investors and shareholders of the Company are urged to exercise caution when dealing in the shares and/or securities of the Company.

By order of the Board
CHAMPION TECHNOLOGY HOLDINGS LIMITED
Wong Man Winny
Chairperson

Hong Kong, 7 October 2026

As at the date of this announcement, the executive directors of the Company are Ms. Wong Man Winny and Mr. King Hap Lee; the non-executive directors of the Company are Mr. Liu Ka Lim and Mr. Li Zhonghai; and the independent non-executive directors of the Company are Mr. Leung Man Fai, Mr. Chan Yik Hei and Mr. Wong Yuk Man Edmand.