WORLD DIGITAL ECONOMY ASSET GROUP LIMITED

世界數字經濟產業集團有限公司

(formerly known as China Supply Chain Holdings Limited 中國供應鏈產業集團有限公司)
(Incorporated in the Cayman Islands with limited liability)

Stock Code: 3708

ANNUAL REPORT 2026





CONTENTS

Corporate Information	2
Chairman's Statement	3
Management Discussion and Analysis	5
Biographies of Directors and Senior Management	12
Directors' Report	15
Corporate Governance Report	24
Independent Auditor's Report	41
Consolidated Statement of Profit or Loss and Other Comprehensive Income	47
Consolidated Statement of Financial Position	48
Consolidated Statement of Changes in Equity	50
Consolidated Statement of Cash Flows	51
Notes to the Consolidated Financial Statements	52
Group Financial Summary	120

CORPORATE INFORMATION

(As at the date of this report)

EXECUTIVE DIRECTORS

Mr. Li Jing *(Chairman)*
(appointed on 28 October 2025)
Ms. Woo Lan Ying *(Vice Chairman)*
(appointed on 9 January 2026)
Ms. Chen Meng
(appointed on 8 October 2026)

NON-EXECUTIVE DIRECTOR

Ms. Li Kai Lai Miranda
(appointed on 28 October 2025)

INDEPENDENT NON-EXECUTIVE DIRECTORS

Mr. Xu Guang Xun
(appointed on 15 December 2025)
Mr. Lam Cheung Shing Richard
(appointed on 15 December 2025)
Mr. Chu Yeuk Mong
(appointed on 15 December 2025)

AUDIT COMMITTEE

Mr. Lam Cheung Shing Richard
(Chairman) (appointed on 15 December 2025)
Mr. Xu Guang Xun
(appointed on 15 December 2025)
Mr. Chu Yeuk Mong
(appointed on 15 December 2025)

NOMINATION COMMITTEE

Mr. Chu Yeuk Mong *(Chairman)*
(appointed on 15 December 2025)
Mr. Xu Guang Xun
(appointed on 15 December 2025)
Mr. Lam Cheung Shing Richard
(appointed on 15 December 2025)
Ms. Li Kai Lai Miranda
(appointed on 15 December 2025)

REMUNERATION COMMITTEE

Mr. Xu Guang Xun *(Chairman)*
(appointed on 15 December 2025)
Mr. Lam Cheung Shing Richard
(appointed on 15 December 2025)
Mr. Chu Yeuk Mong
(appointed on 15 December 2025)

COMPANY SECRETARY

Ms. Chan Wing Ting
(appointed on 10 March 2026)

AUTHORIZED REPRESENTATIVES

Ms. Woo Lan Ying
(appointed on 9 January 2026)
Ms. Chan Wing Ting
(appointed on 10 March 2026)

INDEPENDENT AUDITOR

Infinity CPA Limited
Certified Public Accountants
Registered Public Interest Entity Auditors

REGISTERED OFFICE IN THE CAYMAN ISLANDS

Windward 3, Regatta Office Park
P.O. Box 1350
Grand Cayman KY1-1108
Cayman Islands

HEADQUARTER AND PRINCIPAL PLACE OF BUSINESS IN HONG KONG REGISTERED UNDER PART 16 OF THE COMPANIES ORDINANCE

Unit B2, 8/F, Kingston International Centre,
19 Wang Chiu Road, Kowloon Bay,
Kowloon, Hong Kong

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Union Registrars Ltd
Suites 3301-04, 33/F., Two Chinachem Exchange Square, 338 King's Road, North Point, Hong Kong

CAYMAN ISLANDS PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Ocorian Trust (Cayman) Limited
Windward 3, Regatta Office Park
P.O. Box 1350
Grand Cayman KY1-1108
Cayman Islands

EMAIL

info@wdeag.com

COMPANY WEBSITE

www.wdeag.com/index.php

STOCK CODE

03708

CHAIRMAN'S STATEMENT

TO OUR SHAREHOLDERS

On behalf of the board (the "**Board**") of directors (the "**Directors**") of World Digital Economy Asset Group Limited (the "**Company**", together with its subsidiaries, the "**Group**"), I present our annual report of the Group for the year ended 30 June 2026 (the "**Year**").

RESULTS

During the Year, the Group's principal businesses consist of building maintenance and renovation services.

For the Year, the Group recorded a revenue of approximately HK$619.2 million, representing an increase of approximately HK$20.1 million or 3.36% from HK$599.1 million recorded in the same period in 2025. Consolidated total comprehensive expense attributable to owners of the Company increased from a consolidated total comprehensive expense of about HK$2.9 million for the year ended 30 June 2025 to a consolidated total comprehensive expense of approximately HK$14.9 million for the Year.

The basic and diluted loss per share of the Company (the "**Share**") for the Year was approximately HK$1.92 cents (2025 restated: HK$0.35 cents loss per share).

As at 30 June 2026, the equity attributable to owners of the Company amounted to approximately HK$139.9 million (2025: HK$144.4 million), representing a decrease of 3.1%.

DEVELOPMENT FOR THE YEAR

Building maintenance services

As at 30 June 2026, the Group had 3 building maintenance contracts on hand with a notional or estimated contract value of approximately HK$1,402 million. As at 30 June 2025, the Group had 3 building maintenance contracts on hand with a notional or estimated contract value of HK$1,402 million. The Group has no new contracts has been awarded during the Year.

Renovation services

As at 30 June 2026, the Group had 25 renovation contracts on hand (including contracts in progress and contracts which are yet to commence) with a notional or estimated contract value of approximately HK$217.6 million. As at 30 June 2025, the Group had 18 renovation contracts on hand (including contracts in progress and contracts which are yet to commence) with a notional or estimated contact value of approximately HK$144.5 million. The Group has completed 24 renovation contracts during the Year.

CHAIRMAN'S STATEMENT

PROSPECTS

With the continuous spending on infrastructure and residential building works by public sector, we are expecting stable growth in the building maintenance and renovation contracting service industry in Hong Kong. Riding on our operating resources and experience, we believe that we can continue to maintain our competitive edge in the industry to capture the market share for building maintenance and renovation contracting services in Hong Kong.

The Board will continue to review the financial position and the operations of the Company and will formulate medium to long-term business plans and strategies of the Company. The Board will explore other business opportunities and consider whether any asset disposals, asset acquisition, business rationalisation, business divestment, fund raising, restructuring of the business and/or business diversification may be appropriate in order to enhance the long-term growth potential of the Company.

APPRECIATION

On behalf of the Board, I would like to express my sincere gratitude to the shareholders of the Company ("**Shareholders**") for their continuous confidence, the business partners and customers for their great trust, and the management and staff for their persistent faith and loyalty to the Group. In the coming year, the Group shall continue to explore new opportunities and strive for business growth to bring the highest returns to the Shareholders.

Li Jing
Chairman

Hong Kong, 28 September 2026

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Group is a building maintenance and renovation service provider in Hong Kong. All (100%) revenue for the Year was derived from provision of building maintenance and renovation services in Hong Kong.

The Group has been focusing on these two business segments since its listing on the Main Board of The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") in 2015 and continues so as the date of this report. Sing Fat Construction Company Limited ("**Sing Fat**") is the sole principal operating subsidiary of the Company, which is a 'Group M2 (confirmed status)' building contractor for maintenance works category granted by the Hong Kong Housing Authority ("**Housing Authority**") and an approved contractor listed in the building (maintenance works) category with a quality maintenance contractor status admitted by the Housing Authority. Building maintenance had accounted for over 70% of the Group's revenue for the past few years and its principal customers are from the public sector, which includes the Housing Authority, in Hong Kong.

Revenue for the Year was approximately HK$619.2 million, representing an increase of approximately HK$20.1 million or 3.36% when compared to the same period last year of approximately HK$599.1 million. It was mainly due to the increase in revenue from renovation services segment.

Loss for the Year was approximately HK$12.9 million, compared to the same period as loss for the last year of approximately HK$2.1 million. It was mainly due to the increase in the provision for impairment loss on financial and contract assets, the administrative expenses and the finance costs.

Building maintenance services

As at 30 June 2026, the Group had 3 building maintenance contracts on hand with a notional or estimated contract value of approximately HK$1,402 million. As at 30 June 2025, the Group had 3 building maintenance contracts on hand with a notional or estimated contract value of HK$1,402 million. The Group had no new contracts awarded during the Year.

Renovation services

As at 30 June 2026, the Group had 25 renovation contracts on hand (including contracts in progress and contracts which are yet to commence) with a notional or estimated contract value of approximately HK$217.6 million. As at 30 June 2025, the Group had 18 renovation contracts on hand (including contracts in progress and contracts which are yet to commence) with a notional or estimated contract value of approximately HK$144.5 million. The Group has completed 24 renovation contracts during the Year.

RECENT DEVELOPMENT

Building maintenance services

For the core business of maintenance works for public sector, no new contract has been awarded during the Year.

Renovation services

During the Year, the Group had been successfully awarded 31 contracts with a notional or estimated contract value of approximately HK$168.2 million. 20 out of the 31 renovation contracts have been commenced during the Year.

MANAGEMENT DISCUSSION AND ANALYSIS

FUTURE DEVELOPMENT

Although we experienced a temporary pause in awarded contracts for building maintenance projects for the Year, we have seen an encouraging increase in awarded contracts for our renovation services, keeping the overall prospect of our business optimistic. We will focus on identifying opportunities for building maintenance projects, especially in the public sector, which is our core business. For renovation projects, with the growth in consciousness of building refurbishment in Hong Kong, we are confident in attaining new projects from the private sector.

FINANCIAL REVIEW

Revenue

Revenue derived from building maintenance services decreased by approximately HK$13.8 million or 2.6% from approximately HK$528.6 million for the year ended 30 June 2025 to approximately HK$514.8 million during the Year. From time to time, there are three district term contract projects under progress. However, during July to September 2024, there were four district term contract projects with one of them ended in September 2024. As a result, revenue during the Year is lower.

Revenue derived from renovation services increased by approximately HK$33.9 million or 48.1% from approximately HK$70.5 million for the year ended 30 June 2025 to approximately HK$104.4 million during the Year. The increase in revenue was mainly caused by the increase in number of contracts during the Year.

Gross profit and gross profit margin

During the Year, the Group's gross profit amounted to approximately HK$33.3 million (2025: HK$31.9 million) representing an increase of approximately HK$1.4 million, which is mainly due to the increase of gross profit margin. Gross profit margin for the Year was approximately 5.4% (2025: 5.3%). The increase in gross profit margin was caused by the increase in the gross profit margin for renovation services.

Gross profit attributable to building maintenance services for the Year amounted to approximately HK$27.1 million (2025: HK$27.7 million), representing a decrease of approximately HK$0.6 million or 2.2%. The Group's gross profit margin for building maintenance services for the Year was approximately 5.3% (2025: 5.2%). The gross profit margin inched up slightly despite stiff competition among contractors for district term contract projects, which resulted in lower contract prices and a decrease in overall gross profit.

Gross profit attributable to renovation services for the Year amounted to approximately HK$6.2 million (2025: HK$4.2 million), representing an increase of approximately HK$2.0 million or 47.6%. The Group's gross profit margin for renovation services for the Year was approximately 5.9% (2025: 6.0%). The increase in gross profit was primarily attributable to the increase in number of contracts secured during the Year.

MANAGEMENT DISCUSSION AND ANALYSIS

Other income and gains

During the Year, other income and gains remained unchanged at approximately HK$2.8 million for the same period in 2025 to approximately HK$2.8 million for the Year.

Administrative expenses

Administrative expenses increased by approximately HK$3.6 million or 10.7% from approximately HK$33.5 million for the same period in 2025 to approximately HK$37.1 million for the Year. The increase was caused by the slightly increase in the operating costs of the Company.

Finance costs

Finance costs for the Year amounted to approximately HK$1.1 million (2025: HK$0.2 million). The increase was mainly due to the increase of interests on other borrowings during the Year.

Income tax expense

The effective tax rates were approximately a negative amount of 8.7% (income tax expense) and a negative amount of 29.9% (income tax expense) for the Year and the same period in 2025, respectively. The income tax expenses for the Year was mainly due to the current income tax movement.

Loss for the Year

The Group's loss for the Year was approximately HK$12.9 million (2025: loss HK$2.1 million), which was mainly due to the increase in the provision for impairment loss on financial and contract assets, the administrative expenses and the finance costs.

Liquidity, financial resources and capital structure

The Group generally finances its operation through cash from operations, other borrowings and finance leases. As at 30 June 2026, the Group had total cash and bank balances of approximately HK$49.8 million (2025: HK$32.7 million). The Group had other borrowings of approximately HK$3.5 million (2025: nil). The Group had finance lease of approximately HK$0.02 million and HK$1.0 million as at 30 June 2026 and 30 June 2025, respectively. All the cash and bank balances was denominated in Hong Kong dollar, Renminbi and United States Dollars as at 30 June 2026 and 30 June 2025. As at 30 June 2026, the share capital and equity attributable to owners of the Company amounted to approximately HK$14.5 million and HK$139.9 million respectively (2025: HK$13.4 million and HK$144.4 million respectively).

As at 30 June 2026, the Company's total number of issued shares was 727,280,000 at par value of HK$0.02 each (2025: 6,712,800,000 Shares of HK$0.002 each). Details of the changes in the Company's capital structure during the Year were disclosed in the paragraph headed "SHARE CONSOLIDATION, INCREASE IN AUTHORISED SHARE CAPITAL, CHANGE IN BOARD LOT SIZE AND CHANGE OF COMPANY NAME" and "SUBSCRIPTION OF NEW SHARES" below.

MANAGEMENT DISCUSSION AND ANALYSIS

Foreign exchange risk

The Group's business operations were conducted in Hong Kong. The major transactions, monetary assets and liabilities of the Group were denominated in Hong Kong dollar. With the insignificant portion of monetary assets denominated in foreign currencies, the Group did not engage in the any derivatives agreement and did not commit to any financial instruments to hedge its foreign exchange exposure during the Year.

Accounts receivable and contract assets

As at 30 June 2026, the Group's accounts receivable ("**AR**") and contract assets ("**CA**") were approximately HK$48.5 million and HK$66.6 million respectively. The Expected Credit Loss ("**ECL**") of AR and CA for the Year were about HK$12,000 and HK$17,000 separately. Details are set out in Note 3 to the consolidated financial statements. The debtors of the AR and CA mainly are Hong Kong Government departments or related organizations. They have a good payment record and the chance of bad debt is minimal. Therefore, the directors of the Company considered that low ECL is acceptable. As at the date of this report, the outstanding balance of AR and CA as at 30 June 2026 was approximately HK$5.0 million and HK$40.3 million respectively.

Gearing ratio

Gearing ratio is calculated based on the total debts divided by the total equity. Total debts represented other borrowings and lease liabilities. The gearing ratio was approximately 4.2% and 2.0% as at 30 June 2026 and 30 June 2025, respectively. The increase in gearing ratio is due to the increase of other borrowings during the Year.

Charge over assets of the Group

As at 30 June 2026, the Group had no pledged bank deposits (2025: HK$0.8 million) to a bank to secure performance guarantee in respect of a renovation project issued by the Group and is expected to be recovered in its normal operating cycle. As at 30 June 2026, the Group had motor vehicle under finance lease of a HK$0.02 million (2025: HK$1.0 million).

Contingent liabilities

Contingent liabilities in respect of legal claims

One subsidiary of the Group is defendant in a number of claims, lawsuits and potential claims relating to employees' compensation cases and personal injuries claims. No provision for the contingent liabilities in respect of the litigations is necessary, after due consideration of each case and with reference to legal advice, historical records and an outflow of economic benefits is not probable.

Guarantee

At the end of the reporting year, the Group had obtained guarantees from a bank in respect of the following:

	30 June 2026 HK$'000	30 June 2025 HK$'000
Performance bonds in favor of its clients	**2,904**	3,643

MANAGEMENT DISCUSSION AND ANALYSIS

As at 30 June 2026, HK$2,904,000 (2025: HK$3,643,000) of performance bonds were given by a bank in favour of some of the Group's customers as security for the due performance and observance of the Group's obligations under the service contracts entered into between the Group and its customers. If the Group fails to provide satisfactory performance to its customers to whom performance bonds have been given, such customers may demand the bank to pay to them the sum or sums stipulated in such demand. The Group will then become liable to compensate such banks accordingly. The performance bonds will be released upon completion of the contract work for the relevant customers.

Save as disclosed above, the Group had no material contingent liabilities as at 30 June 2026 (2025: nil).

SIGNIFICANT INVESTMENTS HELD

Save as those disclosed in this report, there was no significant investment held by the Group during the Year.

MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

Save as those disclosed in this report, there was no material acquisition or disposal of subsidiaries, associates and joint ventures by the Group during the Year.

EMPLOYEES AND REMUNERATION POLICIES

As at 30 June 2026, the Group had approximately 134 employees (2025: 141). The staff related costs included salaries, wages and other staff benefits, contributions and retirement schemes, provisions for long services payment and untaken paid leave. The Group recruits and promotes individuals based on their performance and development potential in the positions held. In order to attract and retain high quality staff and enable smooth operations within the Group, the Group offered competitive remuneration packages (with reference to market conditions and individual qualifications and experience) and various in-house training courses. The remuneration packages were subject to review on a regular basis. The emoluments of the Directors and senior management have been reviewed by the remuneration committee of the Company, having regard to the Company's operating results, market competitiveness, individual performance and achievement, and approved by the Board.

MANAGEMENT DISCUSSION AND ANALYSIS

SHARE CONSOLIDATION, INCREASE IN AUTHORISED SHARE CAPITAL, CHANGE IN BOARD LOT SIZE AND CHANGE OF COMPANY NAME

On 9 December 2025, the Company proposed to implement the Share Consolidation, Increase in Authorised Share Capital, Change in Board Lot Size and Change of Company Name which involving:

(i) the Share Consolidation whereby every ten (10) issued and unissued existing Shares of par value of HK$0.002 each be consolidated into one (1) Consolidated Share of HK$0.02 each;

(ii) the Increase in Authorised Share Capital, immediately following the Share Consolidation becoming effective, whereby the authorised share capital of the Company increased from HK$20,000,000 divided into 1,000,000,000 Consolidated Shares of HK$0.02 each to HK$200,000,000 divided into 10,000,000,000 Consolidated Shares of HK$0.02 each by creating an additional 9,000,000,000 Consolidated Shares of HK$0.02 each;

(iii) the Change in Board Lot Size, upon the Share Consolidation becoming effective, whereby the board lot size changed from 5,000 existing Shares to 10,000 Consolidated Shares; and

(iv) the Company name changed from "China Supply Chain Holdings Limited" to "World Digital Economy Asset Group Limited" and the dual foreign name in Chinese changed from "中國供應鏈產業集團有限公司" to "世界數字經濟產業集團有限公司".

In the extraordinary general meeting of the Company held on 9 January 2026, the Share Consolidation, Increase in Authorised Share Capital and Change of Company Name were duly passed by the Shareholders by way of poll.

The above mentioned capital reorganisation was completed and effective on 13 January 2026. The Certificate of Incorporation on Change of Name was issued by the Registrar of Companies in the Cayman Islands on 29 January 2026 and the Certificate of Registration of Alteration of Name of Registered Non-Hong Kong Company was issued by the Registrar of Companies in Hong Kong on 16 February 2026, confirming the registration of the new name of the Company in Hong Kong under Part 16 of the Companies Ordinance (Chapter 622 of the Laws of Hong Kong).

Details of the above are set out in the announcements of the Company dated 9 December 2025, 9 January 2026 and 12 January 2026 and the circular of the Company dated 19 December 2025.

SUBSCRIPTION OF NEW SHARES

On 22 June 2026, the Company and China Castson 81 Finance Company Limited (the "**Subscriber**") entered into the subscription agreement (the "**Subscription Agreement**") pursuant to which the Subscriber subscripted of an aggregate 56,000,000 new Shares for an aggregate consideration of approximately HK$10,080,000 at the subscription price of HK$0.18 per subscription Share (the "**Subscription**"). The closing price per Share on the Stock Exchange on 22 June 2026 was HK$0.189.

The Subscription was completed on 25 June 2026 in accordance with the terms and conditions of the Subscription Agreement dated 22 June 2026. The net proceeds from the subscription Shares (after deduction of professional fees and all related expenses) amounted to approximately HK$10,070,000, representing a net issue price of approximately HK$0.18 per subscription Share. The Company intends to apply the net proceeds as general working capital of the Group.

Details of the Subscription are set out in the announcement of the Company dated 22 June 2026, 23 June 2026 and 25 June 2026.

Set out below is the summary of the use of net proceeds from the Subscription during the Year:

	Intended use of the net proceeds (Approximate)	**Utilised net proceeds for the year ended 30 June 2026** (Approximate)	**Unutilised net proceed as at 30 June 2026** (Approximate)	**Expected timeline for unutilised net proceeds**
General working capital of the Group	HK$10 million	HK$10 million	—	N/A

EVENTS AFTER THE YEAR

On 20 October 2026, the Company entered into a subscription agreement with a subscriber for the subscription of an aggregate 78,250,000 new Shares for an aggregate consideration of approximately HK$14,242,000 at the subscription price of HK$0.182 per subscription Share. The intent use of the proceeds was general working capital of the Group.

Details of the above are set out in the announcement of the Company dated 20 October 2026.

DIVIDENDS

The Board does not recommend the payment of final dividend for the Year (2025: nil).

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

During the Year, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the listed securities of the Company.

BIOGRAPHIES OF DIRECTORS AND SENIOR MANAGEMENT

EXECUTIVE DIRECTORS

Mr. Li Jing ("**Mr. Li**"), aged 55, was appointed as an executive Director and chairman of the Board on 28 October 2025. Mr. Li is a seasoned executive with diverse and cross-disciplinary experience, spanning news media, financial investment, and international organizations. He graduated from Shanxi University in 1993 and initially worked at China Thirteenth Metallurgical Construction Company. He subsequently held positions at China Report and People's Daily, equipping him with a deep understanding of national policies and the macroeconomy. From 1999 to 2009, Mr. Li served as the Shanghai bureau chief of China Reform magazine, where he extensively tracked and researched China's economic and social transformations. He subsequently transitioned into the financial investment sector, holding senior management positions including President of Hengxin Investment Management Co., Ltd., President of Ping An Bank's related business, and President of Shanghai Jinpu Investment Management Co., Ltd., accumulating over a decade of experience in corporate strategy, capital operations, and overall management. In recent years, Mr. Li has been active on the international stage, having served as Executive Secretary of the United Nations Economic and Social Cooperation Organization for Sustainable Development Goals. Since June 2019, he has served as Chairman of the World Digital Economy Organization, dedicated to promoting the development of the digital economy and international cooperation, demonstrating exceptional global vision and leadership.

Ms. Woo Lan Ying ("**Ms. Woo**"), aged 58, was appointed as an executive Director and vice chairman of the Board on 9 January 2026. Ms. Woo is an outstanding entrepreneur with a wide range of business covering investment, finance, entertainment, property, manufacturing, catering culture and other sectors. Ms. Woo also involved in a lot of charitable and community activities. She served as co-chairman of the Fundraising Committee of The Community Chest of Hong Kong in 2017. In 2018, she was awarded the honor of World Outstanding Chinese Youth Award. Ms. Woo is an executive director and chairman of Jisheng Group Holdings Limited (Stock Code: 8133), which shares are listed on the GEM of the Stock Exchange. Ms. Woo was an executive director and chief executive officer of Yuk Wing Group Holdings Limited (Stock Code: 1536) from July 2024 to September 2026, a Company listed on the Main Board of the Stock Exchange. Ms. Woo was an executive director and vice chairman of Hing Ming Holdings Limited (Stock Code: 8425) from March 2021 to January 2022, a company listed on the GEM of the Stock Exchange. Ms. Woo was also an executive director and vice chairperson of Silkwave Inc (Stock Code: 471) from May 2024 to February 2026, a company listed on the Main Board of the Stock Exchange. Ms. Woo also served as an executive director and chairman of NOVA Group Holdings Limited (Stock Code: 1360) from January 2025 to August 2025. The shares of the above-named company were delisted from the Stock Exchange on 7 August 2025.

Ms. Chen Meng ("**Ms. Chen**"), aged 35, holds a Bachelor's degree in Computer Science from the University of Waterloo. She has a solid foundation in algorithm design, software engineering, distributed systems and data architecture, and brings strong capabilities in cross-border investment and financing planning, asset management, securities operations, institutional client relationship management, commercial negotiation and the management of corporate digital transformation. She has over 10 years of professional experience in cross-border investment and financing, asset management and securities operations, with particular expertise in financial technology innovation and corporate digital transformation.

Since September 2026, Ms. Chen has served as an executive director of Tak Fung Ying Securities Limited (Hong Kong).

BIOGRAPHIES OF DIRECTORS AND SENIOR MANAGEMENT

From September 2015 to September 2020, Ms. Chen served as an executive director of Hang Fung Investment (International) Limited, where she was responsible for due diligence, asset allocation and business development in respect of cross-border investment and financing projects across overseas markets and the Greater China region. From October 2020 to August 2026, Ms. Chen served as an executive director of Jin Ying Asset Management Limited (Hong Kong), where she led market development targeting institutional clients and family offices, the build-out of fund distribution channels and the implementation of customised asset management solutions.

NON-EXECUTIVE DIRECTOR

Ms. Li Kai Lai Miranda ("**Ms. Li**"), aged 52, was appointed as a non-executive Director on 28 October 2025. Ms. Li obtained a Diploma in Computer Programming and Analysis from Seneca College of Applied Arts and Technology in Canada in June 2004. She has over 15 years of experience in corporate management. From November 2010 to June 2025, she was a director of Soho Funds Investment Limited, mainly responsible for providing a spectrum of yachting solutions, including insurance, berthing, captains and crew, management and emergency support services for luxury yacht charter. Ms. Li is an executive director of Far East Holdings International Limited (Stock Code: 36) and Yuk Wing Group Holdings Limited (Stock Code: 1536). The shares of the above-named companies are listed on the Main Board of the Stock Exchange.

INDEPENDENT NON-EXECUTIVE DIRECTORS

Mr. Xu Guang Xun ("**Mr. Xu**"), aged 74, was appointed as an independent non-executive Director on 15 December 2025. Mr. Xu holds an MBA and has been a freelance consultant since June 2009, specializing in providing services for the U.S. and UK listings, including advice on private placements, IPOs, restructuring, mergers and acquisitions, and compliance.

From March 2007 to May 2009, Mr. Xu served as Managing Director and Chief Representative for Asia at The NASDAQ Stock Market International, where Mr. Xu established connections with potential issuers in China, Taiwan Region, and Korea, and promoted NASDAQ in these regions. Mr. Xu has also been the founder of NASDAQ Listing Services Limited, offering advisory services related to listings and corporate governance.

Previously, Mr. Xu held roles at CITIC Ka Wah Bank and Bank of China, in which Mr. Xu gained extensive financial and consulting experience. Mr. Xu served as an independent director at China Automotive Systems (NASDAQ: CAAS) from July 2006 to March 2007 and has been reappointed as an independent director of the company since 2009.

Mr. Lam Cheung Shing Richard ("**Mr. Lam**"), aged 68, was appointed as an independent non-executive Director on 15 December 2025. Mr. Lam is a fellow member of Hong Kong Institute of Certified Public Accountants and obtained the Master's Degree in Business Administration in the Chinese University of Hong Kong in 2006. He spent over ten years in PricewaterhouseCoopers, an international accounting firm and was promoted to the position of senior audit manager, and is equipped with extensive experience in accountancy, taxation and corporate finance.

Mr. Lam served as an executive director of Everchina International Holdings Limited ("**Everchina**") (Stock Code: 202), whose shares are listed on the Main Board of the Stock Exchange from August 2001 to October 2023 and was designated as deputy chairman and chief executive officer of Everchina since 2009 until his retirement in October 2023.

BIOGRAPHIES OF DIRECTORS AND SENIOR MANAGEMENT

At present, Mr. Lam acts as an independent non-executive director of the following companies whose shares are listed on either the main board or the Gem board of the Stock Exchange namely: Far East Holdings Company Limited (Stock Code: 36), Biosysen Limited (formerly known as Legend Strategy International Holdings Group Limited)(Stock Code: 1355), Twintek Investment Holdings Limited (Stock Code: 6182) and Lajin Entertainment Network Group Limited (Stock Code: 8172).

During the period from December 2001 to December 2014, Mr. Lam was appointed as a director in various companies whose shares are listed on the Main Board of the Stock Exchange, namely China Pipe Group Limited (Stock Code: 380); Kaisa Capital Investment Holdings Limited (formerly known as Eagle Legend Asia Limited) (Stock Code: 936), and Kai Yuan Holdings Limited (Stock Code: 1215). In current years, Mr. Lam was also been appointed as an independent non-executive director of the following companies whose shares are listed in the main Board of the Stock Exchange: Silkwave Inc. (Stock Code: 471) from August 2025 to February 2026 and China Water Industry Group Limited (Stock Code:1129) from August 2019 to 15 June 2026 (date of commencement of winding up).

Mr. Chu Yeuk Mong ("**Mr. Chu**"), aged 31, was appointed as an independent non-executive Director on 15 December 2025. Mr. Chu was awarded the Bachelor of Science Degree in Business Management from the University of Birmingham in 2016. He has approximately 10 years of experience in the financial services industry, covering the banking, insurance and asset management sectors, with practical experience in both front-line and middle-office functions, and possesses extensive expertise in corporate strategy, project management, digital transformation and stakeholder relationship management.

Mr. Chu joined the IPG Integrity Financial Group in September 2022 and currently holds the position of Vice President of Asset Management. His key responsibilities include managing client assets, handling corporate merger and acquisition transactions, conducting market and industry research to identify potential investment opportunities, and supporting fundraising efforts and investor relations activities.

Prior to joining the Group, Mr. Chu worked at FTLife Insurance Company Limited from November 2019 to June 2022. During this period, he was responsible for corporate strategic development, preparing management reports for senior management and shareholders, and overseeing business transformation and innovation projects.

COMPANY SECRETARY

Ms. Chan Wing Ting ("**Ms. Chan**") is the director of compliance at Kawell Consulting Limited, responsible for providing professional corporate services to companies listed on the Stock Exchange. She has over 10 years of experience in handling company secretarial, corporate governance and compliance related matters of listed companies as well as multinational, private and offshore companies. She is an associate member of both The Hong Kong Chartered Governance Institute and The Chartered Governance Institute in the United Kingdom. She obtained a master's degree in Professional Accounting and Corporate Governance from City University of Hong Kong.

DIRECTORS' REPORT

The Board is pleased to present their report together with the audited consolidated financial statements of the Group for the Year.

PRINCIPAL PLACE OF BUSINESS

The Company was incorporated on 17 September 2014 in the Cayman Islands. The Company is domiciled in Hong Kong with current principal place of business at Unit B2, 8/F, Kingston International Centre, 19 Wang Chiu Road, Kowloon Bay, Kowloon, Hong Kong.

PRINCIPAL ACTIVITIES

The Company acts as an investment holding company and its sole principal operating subsidiary is principally engaged in provision of building maintenance and renovation services. The activities of the Company's subsidiaries are set out in Note 15 to the consolidated financial statements.

BUSINESS REVIEW

A business review of the Group during the Year is set out in the sections of "Chairman's Statement", and "Management Discussion and Analysis".

RESULTS AND APPROPRIATIONS

The results of the Group for the Year are set out in the consolidated statement of profit or loss and other comprehensive income on page 47 of this annual report.

The Board does not recommend the payment of final dividend for the Year (2025: Nil).

SUMMARY OF FINANCIAL INFORMATION

A summary of the results and assets and liabilities of the Group for the last five financial years as extracted from the audited financial statements and restated/reclassified as appropriate, is set out on page 120 in this annual report. This summary does not form part of the audited financial statements.

ENVIRONMENTAL POLICIES AND PERFORMANCE

In conducting its business, the Group endeavours to protect the environment in which it operates and the Board is committed to sustainable development as its responsibility. The Group has established quality and environmental management systems and been certified under ISO 9001 and ISO 14001 for its building maintenance services. During the Year, the Group do not aware of significant non-compliance with the Environmental Protection Law of Hong Kong. Green office practices are also encouraged in the operation of the Group's businesses, such as deploying energy saving lightings, switching off idle lightings, computers and electrical appliances and equipment, monitoring water consumption, using digital technology and recycled paper, encouraging the use of public transport and using telephone or video conferencing as an alternative to business travel. The Group also targets to reduce greenhouse gas emissions, increase energy use efficiency and reduce unnecessary waste disposal in our daily business operations. A detailed discussion on the Group's environmental policies and performance and the stakeholder relationships are contained in the "Environmental, Social and Governance Report" issued by the Company.

DIRECTORS' REPORT

COMPLIANCE WITH LAWS AND REGULATIONS

The Company complies with the requirements under the Companies Law of the Cayman Island, the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**") and the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong) (the "**SFO**") for, among other things, the disclosure of information and corporate governance.

The Group recognises the importance of compliance with regulatory requirements and has taken efforts to minimise the risks of non-compliance with such requirements. The Group has ongoing review on the newly enacted laws and regulations affecting the operations of the Group.

During the Year, there was no material breach of or non-compliance with the applicable laws and regulations by the Group that have a significant impact on the Group's business.

RESERVES AND DISTRIBUTABLE RESERVES

Movements in the reserves of the Group during the Year are set out in consolidated statement of changes in equity on page 50 of this annual report.

There were no distributable reserves of the Company at 30 June 2026 (2025: Nil).

DONATIONS

During the Year, the Group had not made any charitable and other donations (2025: Nil).

PROPERTY, PLANT AND EQUIPMENT

Details of the movements in property, plant and equipment of the Group during the Year are set out in Note 16 to the consolidated financial statements.

SUBSIDIARIES

Particulars of the Group's principal subsidiaries during the Year are set out in Note 15 to the consolidated financial statements.

SHARE CAPITAL

Details of movements in the share capital of the Company during the Year are set out in Note 27 to the consolidated financial statements.

PRE-EMPTIVE RIGHTS

There is no provision for pre-emptive rights under the memorandum and articles of association of the Company and there was no restriction against such rights under the laws of Cayman Islands, which would oblige the Company to offer new Share on a pro-rata basis to existing Shareholders.

SHARE OPTION SCHEME

Pursuant to the written resolutions of the sole shareholder of the Company on 18 December 2014, the Company adopted a share option scheme (the "**Scheme**") to attract and retain high quality staff, to provide additional incentive to employees (full-time or part-time), directors, consultants or advisors, distributors, contractors, suppliers, agents, customers, business partners or service providers of the Group and to promote the success of the business of the Group.

The maximum number of Shares which may be issued upon exercise of all outstanding options granted and yet to be exercised under the Scheme and any other schemes of the Company must not exceed 30% of the total number of Shares in issue from time to time. The total number of Shares in respect of which options may be granted under the Scheme is not permitted to exceed 10% of the Shares in issue at any point in time, without prior approval from the Shareholders.

The number of Shares issued and to be issued in respect of which options granted and may be granted to any individual in any one year is not permitted to exceed 1% of the Shares in issue at any point in time, without prior approval from the Shareholders. Options granted to substantial shareholders or independent non-executive Directors or any of their respective close associates (including a discretionary trust whose discretionary objects include a substantial shareholders, independent non-executive Directors, or any of their respective close associates) in any 12-month period in excess of 0.1% of the Company's share capital or with a value in excess of HK$5 million must be approved in advance by the Shareholders.

Options granted must be taken up within seven days inclusive of the day on which such offer was made, upon payment of HK$1 per option. Options may be exercised at any time during a period as the Directors may determine which shall not exceed ten years from the date of grant. The exercise price is determined by the Directors, and will be at least the higher of (i) the closing price of the Shares on the date of grant; (ii) the average closing price of the Shares for the five business days immediately preceding the date of grant; and (iii) the nominal value of the Share.

The subscription price of a Share in respect of any particular option granted under the Scheme shall be a price solely determined by the Board and notified to a participant and shall be at least the higher of: (i) the closing price of the Shares as stated in the Stock Exchange's daily quotations sheet on the date of grant of the option, which must be a business day; (ii) the average of the closing prices of the Shares as stated in the Stock Exchange's daily quotations sheets for the five business days immediately preceding the date of grant of the option; and (iii) the nominal value of a Share on the date of grant of the option.

The Scheme has a term of ten years commencing on the date on the adoption date (i.e. 18 December 2014) and has expired on 17 December 2024.

Since the adoption of the Scheme up to the date of this annual report, no share options have been granted pursuant to the Scheme and there are no outstanding share options and no Shares are available for issue under the Scheme.

As the Scheme has expired in December 2024, no option was available for grant under the Scheme as at the date of this annual report.

DIRECTORS' REPORT

EQUITY-LINKED AGREEMENT

Save as disclosed above, the Company did not enter into any equity-linked agreement during the Year or subsisted at the end of the Year.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

During the Year, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the listed securities of the Company.

DIRECTORS

The Directors during the Year and up to the date of this annual report were:

Executive Directors

Mr. Li Jing (Chairman)	(appointed on 28 October 2025)
Ms. Woo Lan Ying (Vice Chairman)	(appointed on 9 January 2026)
Ms. Chen Meng	(appointed on 8 October 2026)
Mr. Lai Aizhong	(retired on 12 December 2025)[1]
Mr. Wong Ka Shing	(resigned on 9 January 2026)[2]
Mr. Yang Hongwei	(retired on 12 December 2025)[3]

Non-executive Director

Ms. Li Kai Lai Miranda	(appointed on 28 October 2025)

Independent non-executive Directors

Mr. Xu Guang Xun	(appointed on 15 December 2025)
Mr. Lam Cheung Shing Richard	(appointed on 15 December 2025)
Mr. Chu Yeuk Mong	(appointed on 15 December 2025)
Mr. Zheng Haipeng	(retired on 12 December 2025)[4]
Mr. Wang Xiaojia	(retired on 12 December 2025)[5]
Ms. Sun Qunying	(retired on 12 December 2025)[6]

1 Mr. Lai Aizhong retired as an executive Director due to the conclusion of the annual general meeting of the Company held on 12 December 2025 ("**2025 AGM**").
2 Mr. Wong Ka Shing resigned as an executive Director in order to devote more time and effort to his executive management role as the chief executive officer of the Company.
3 Mr. Yang Hongwei retired as an executive Director due to the conclusion of the 2025 AGM.
4 Mr. Zheng Haipeng retired as an independent non-executive Director due to the conclusion of the 2025 AGM.
5 Mr. Wang Xiaojia retired as an independent non-executive Director due to his other business commitments.
6 Ms. Sun Qunying retired as an independent non-executive Director due to the conclusion of the 2025 AGM.

DIRECTORS' REPORT

Pursuant to Article 108(a) of the memorandum and articles of association of the Company (the "**Articles**"), Mr. Li Jing and Ms. Li Kai Lai Miranda shall retire by rotation, and being eligible, offer themselves for re-election at the forthcoming annual general meeting (the "**AGM**").

Pursuant to Article 112 of the Articles, Ms. Woo Lan Ying, Ms. Chen Meng, Mr. Xu Guang Xun, Mr. Lam Cheung Shing Richard and Mr. Chu Yeuk Mong shall hold office until the AGM and, being eligible, offer themselves for re-election.

Mr. Li Jing and Mr. Xu Guang Xun have informed the Board that they will not seek re-election at the AGM. Their retirement shall take effect upon the conclusion of the AGM. Mr. Li Jing and Mr. Xu Guang Xun has confirmed that they have no disagreement with the Board and there is no matter that needs to be brought to the attention of the Shareholders relating to their decision of not seeking reelection at the AGM. The Company is in the process of identifying suitable candidate for appointment of new independent non-executive Director and will make announcement in due course.

The Company has received, from each of the current independent non-executive Directors, an annual confirmation of independence pursuant to the Rule 3.13 of the Listing Rules. The Company considers that all the independent non-executive Directors are independent.

BIOGRAPHICAL DETAILS OF DIRECTORS

Biographical details of the current Directors of the Company as at the date of this annual report are set out on pages 12 to 14 of this annual report.

DIRECTORS' SERVICE CONTRACTS

The Company has entered into service agreements with all executive Directors and the non-executive Director for a term of three years and shall be continuing until terminated by either party thereto giving to the other not less than three months written notice served by either party on the other.

Each of the independent non-executive Director has entered into service contracts with the Company for a term of one year commencing from the date of the appointment and shall be continuing until terminated by either party thereto giving to the other not less than one month's notice in writing served by either party on the other.

None of the Director has a contract of service with the Company not determinable by the Company within one year without payment of compensation (other than statutory compensation).

REMUNERATION OF DIRECTORS AND SENIOR MANAGEMENT

The emoluments of the Directors and senior management of the Group are determined by the remuneration committee of the Company with reference to their relevant qualifications, experience, competence and the prevailing market conditions.

Details of the emoluments of the Directors and five highest paid individuals during the Year are set out in Note 10 to the consolidated financial statements.

DIRECTORS' REPORT

DISCLOSURE OF DIRECTORS' UPDATE INFORMATION

Change in the Directors' information since the disclosures made in the Company's 2025-26 interim report, which is required to be disclosed pursuant to the requirements of Rule 13.51B(1) of the Listing Rules is set out as below:

Ms. Woo Lan Ying resigned as an executive director and vice chairperson of Silkwave Inc (Stock Code: 471) on 25 February 2026 and resigned as an executive director and chief executive officer of Yuk Wing Group Holdings Limited (Stock Code: 1536) on 7 September 2026.

Mr. Lam Cheung Shing Richard resigned as an independent non-executive director of Silkwave Inc (Stock Code: 471) on 25 February 2026 and appointed as an independent non-executive director of Twintek Investment Holdings Limited (Stock Code: 6182) on 16 April 2026.

MANAGEMENT CONTRACTS

No contracts concerning the management and administration of the whole or any substantial part of the business of the Company or its subsidiaries were entered into or existed during the Year.

DIRECTORS' INTERESTS IN TRANSACTIONS, ARRANGEMENTS AND CONTRACTS

Saved as disclosed in this annual report and Note 10 to the consolidated financial statements, no transaction, arrangement or contract of significance to the Group's business to which the Company, or any of its subsidiaries, fellow subsidiaries or its parent company was a party and in which a Director of the Company or his/her connected entity had a material interest, whether directly or indirectly were entered into or subsisting during the Year.

DIRECTORS AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY AND ITS ASSOCIATED CORPORATIONS

As at 30 June 2026, none of the Directors or the chief executives of the Company had or was deemed to have any interests or short positions in the shares, underlying shares or debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO), which were required (i) to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including any interests or short positions which they were taken or deemed to have under such provisions of the SFO); or (ii) were required to be entered into the register maintained by the Company pursuant to Section 352 of Part XV of the SFO; or (iii) were required to be notified to the Company or the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") contained in Appendix C3 of the Listing Rules.

SUBSTANTIAL SHAREHOLDERS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES OF THE COMPANY

As at 30 June 2026, so far as is known to the Directors, the following persons (not being a Director or chief executive of the Company) have interest or short positions of 5% or more in Shares or underlying Shares which would fall to be disclosed to the Company and the Stock Exchange under the provision of Divisions 2 and 3 of Part XV of the SFO or which would be required, pursuant to Section 336 of the SFO, to be entered in the register of the Company referred to therein:

Name of shareholder	Capacity/ Nature of interest	Number of Shares held/ interested in	Approximate percentage of interest (Note 1)
Smart Paradise International Limited	Beneficial owner	106,206,500 (Note 2)	14.60%
China Castson 81 Finance Company Limited	Beneficial owner	68,600,000 (Note 3)	9.43%
Qingda Horizontal Holding Group Co., Limited	Beneficial owner	67,060,000 (Note 4)	9.22%
李凱鵬	Interest of a controlled corporation	67,060,000	9.22%
Wen Ting	Beneficial owner	50,745,000	6.98%
Li Kwok Fan	Beneficial owner	48,820,000	6.71%

Note 1: The approximate percentage was calculated based on 727,280,000 shares in issue as at 30 June 2026.

Note 2: 106,206,500 Shares are held by Smart Paradise International Limited, which incorporated in the British Virgin Islands with limited liability, is controlled by Mr. Dai Jian.

Note 3: 68,600,000 Shares are held by China Castson 81 Finance Company Limited, which incorporated in Bermuda with limited liability and the shares of which are listed on the Main Board of the Stock Exchange (Stock Code: 810) under Chapter 21 of the Listing Rules.

Note 4: 67,060,000 Shares are held by Qingda Horizontal Holding Group Co., Limited, which incorporated in Hong Kong with limited liability, is controlled by Mr. 李凱鵬.

Save as disclosed above and so far as is known to the Directors, as at 30 June 2026, the Company had not been notified by any persons other than a Director and the chief executive of the Company, who had, or was deemed to have an interest or a short position in the shares or the underlying shares of the Company which would be required to be disclosed to the Company and the Stock Exchange under the provisions of Divisions 2 and 3 of Part XV of the SFO, or which were recorded in the register of the Company required to be kept under Section 336 of the SFO.

DIRECTORS' REPORT

DIRECTORS' RIGHT TO ACQUIRE SHARES AND DEBENTURES

Save as disclosed above at no time during the Year were rights to subscribe for equity or debt securities of the Company granted to any Director or chief executive of the Company or to their spouse or children under 18 years of age as recorded in the register required to be kept under Part XV of the SFO, or were any such rights exercised by them; or was the Company, its holding company, or any of its subsidiaries a party to any arrangement to enable any such persons to acquire any such rights in any other body corporate.

MAJOR SUBCONTRACTORS AND CUSTOMERS

During the Year, the largest subcontractor accounted for approximately 22.4% (2025: 24.8%) of the Group's total costs of services and the five largest subcontractors accounted for approximately 72.8% (2025: 73.6%) of the Group's total costs of services. The largest customer accounted for approximately 83.1% (2025: 88.2%) of the Group's total revenue and the five largest customers accounted for approximately 96.3% (2025: 98.9%) of the Group's total revenue.

To the best of the Directors' knowledge, none of the Directors, their close associates or any Shareholders (which to the knowledge of the Directors owns more than 5% of the Company's issued Shares) has any interests in the Group's five largest subcontractors and customers.

PERMITTED INDEMNITY

Pursuant to the Articles, every Director shall be entitled to be indemnified out of the assets of the Company against all losses or liabilities which he/she may sustain or incur in or about the execution of the duties of his/her office or otherwise in relation thereto. The Company maintains appropriate directors' and officers' liability insurance coverage for the Directors and officers of the Group throughout the Year.

RELATED PARTY TRANSACTIONS

Details of the significant related party transactions of the Group are set out in Note 34 to the consolidated financial statements and are fully exempted from the reporting, annual review, announcement and independent shareholders' approval requirements under chapter 14A of the Listing Rules.

SUFFICIENCY OF PUBLIC FLOAT

Based on the information that is publicly available to the Company and within the knowledge of the Directors as at the date of this annual report, the Company has maintained the percentage of public float as prescribed in the Listing Rules for the Year and up to the date of this annual report.

DIRECTORS' INTERESTS IN COMPETING BUSINESS

During the Year, no Director had any interests in any business which competed or were likely to compete, either directly or indirectly, with the Group's business.

PRINCIPAL RISKS AND UNCERTAINTIES

The principal risks and uncertainties of the Group are set out in Note 3 to the consolidated financial statements.

DIRECTORS' REPORT

CORPORATE GOVERNANCE

The Company is committed to maintaining the highest standard of corporate governance practices. Information on the corporate governance practices adopted by the Company is set out in the Corporate Governance Report on pages 24 to 40 of this annual report.

DIVIDEND POLICY

Information on the Dividend Policy adopted by the Company are set out in the section headed "CORPORATE GOVERNANCE REPORT" on page 39 in this annual report.

TAX RELIEF

The Company is not aware of any relief from taxation available to the Shareholders by reason of their holding of the Shares. Intending holders and investors of the Company's shares are recommended to consult their professional advisers if they are in any doubt as to the taxation implications (including tax relief) of subscribing for, purchasing, holding, disposing of or dealing in shares. It is emphasised that none of the Company or its Directors or officers will accept any responsibility for any tax effect on, or liabilities of, holders of Shares in the Company resulting from their subscription for, purchase, holding, disposal of or dealing in such shares.

AUDIT COMMITTEE

The audit committee had reviewed, together with the management and external auditor, the accounting principles and policies adopted by the Group and the audited consolidated financial statements for the Year.

AUDITOR

The consolidated financial statements for the year ended 30 June 2026 were audited by Infinity CPA Limited, who will retire at the AGM and, being eligible, will offer themselves for re-appointment.

The consolidated financial statements of the Company for the year ended 30 June 2024 were audited by Linksfield CPA Limited.

On 7 May 2025, Infinity CPA Limited has been appointed as auditor of the Company to fill the casual vacancy arising from the resignation of Linksfield CPA Limited.

On behalf of the Board

Li Jing
Chairman

Hong Kong, 28 September 2026

CORPORATE GOVERNANCE REPORT

The Board of World Digital Economy Asset Group Limited is committed to good corporate governance and the application of the principles including transparency, accountability and independence to achieve sustainable performance of the Company and enhance its value for the shareholders. The Group also recognises that a comprehensive corporate governance management structure is crucial in helping the Company to implement its strategies and policies effectively and consistently throughout the Group, and safeguard the long-term interests of its shareholders. The Group has also continuously reviewed its policies and procedures to ensure that it meets the requirements of the applicable laws and regulations, industry best practices, global trends, and market expectations.

CODE ON CORPORATE GOVERNANCE PRACTICES

The Company has adopted the code provisions (the "**Code Provisions**") as set out under the Corporate Governance Code (the "**CG Code**") contained in Appendix C1 to the Listing Rules. During the Year, the Company has complied with the applicable Code Provisions set out in the CG Code.

CORPORATE PURPOSE, VALUE, STRATEGY AND CULTURE

The Board leads and promotes to establish and continually reinforce the desired corporate culture of the Company which is underpinned by our corporate values of committing high standard of business ethics and integrity. Our sound corporate culture reaches all levels of the Group, and aligns with the Company's missions, corporate values and strategies. We adhere to the principles of fairness, impartiality, integrity and honesty, and focus on innovative services and responsible operations as our main business strategy.

BOARD OF DIRECTORS

The Board oversees the Group's businesses, strategic decisions and performance and takes decisions objectively in the best interest of the Company. The Directors are responsible for ensuring the Group keeps proper accounting records which disclose at any time the financial position of the Group from which the consolidated financial statements of the Group could be prepared in accordance with statutory requirements and the appropriate accounting policies. The Board has delegated the authority and responsibilities for day-to-day management and operation of the Group to the senior management of the Group. To oversee particular aspects of the Company's affairs, the Board has established three Board committees including the Audit Committee, the Remuneration Committee and the Nomination Committee. The Board has delegated to the Board committees responsibilities as set out in their respective terms of reference. All Board committees are provided with sufficient resources to perform their duties. The Board regularly reviews the contribution required from a Director to perform his/her responsibilities to the Company, and whether the Director is spending sufficient time performing them.

CORPORATE GOVERNANCE REPORT

Board Composition

As at the date of this report, the Board comprises seven Directors, consisting of 3 executive Directors, 1 non-executive Director and 3 independent non-executive Directors ("**INEDs**").

The Directors during the Year and up to the date of this annual report:

Executive Directors

Mr. Li Jing (Chairman) (appointed on 28 October 2025)
Ms. Woo Lan Ying (Vice Chairman) (appointed on 9 January 2026)
Ms. Chen Meng (appointed on 8 October 2026)
Mr. Lai Aizhong (retired on 12 December 2025)
Mr. Wong Ka Shing (resigned on 9 January 2026)
Mr. Yang Hongwei (retired on 12 December 2025)

Non-executive Director

Ms. Li Kai Lai Miranda (appointed on 28 October 2025)

Independent non-executive Directors

Mr. Xu Guang Xun (appointed on 15 December 2025)
Mr. Lam Cheung Shing Richard (appointed on 15 December 2025)
Mr. Chu Yeuk Mong (appointed on 15 December 2025)
Mr. Zheng Haipeng (retired on 12 December 2025)
Mr. Wang Xiaojia (retired on 12 December 2025)
Ms. Sun Qunying (retired on 12 December 2025)

All Directors have no financial, business, family or other material or relevant relationship with each other. The biographical information of the Directors is set out on pages 12 to 14 under the section headed "Biographies of Current Directors and Senior Management".

Chairman and Chief Executive Officer

Under Code Provisions C.2.1 of the CG Code, the roles of chairman and chief executive should be separate and should not be performed by the same individual. Currently, Mr. Li Jing is the Chairman of the Board and Mr. Wong Ka Shing is the chief executive officer of the Company (the "**Chief Executive Officer**"). The roles of the Chairman of the Board and the Chief Executive Officer are segregated and assumed by two separate individuals. The Chairman of the Board is responsible for the leadership and effective running of the Board, while the Chief Executive Officer is delegated with the authorities to manage the daily business of the Group in all aspects effectively.

CORPORATE GOVERNANCE REPORT

Independent Non-Executive Directors

Following the retirement of Mr. Zheng Haipeng (an independent non-executive Director, chairman of the Remuneration Committee and member of each of the Audit Committee and Nomination Committee), Mr. Wang Xiaojia (an independent non-executive Director, chairman of the Audit Committee and member of each of the Remuneration Committee and Nomination Committee) and Ms. Sun Qunying (an independent non-executive Director, chairman of the Nomination Committee and member of each of the Audit Committee and Remuneration Committee) on 12 December 2025, the Company did not fulfill the Rules 3.10(1), 3.10A, 3.21, 3.25 and 3.27A of the Listing Rules. On 15 December 2025, the Company appointed Mr. Xu Guang Xun, Mr. Lam Cheung Shing Richard and Mr. Chu Yeuk Mong as an independent nonexecutive Director and respective Committee chairmen and members. From which, the Company complied with the requirements under Rules 3.11, 3.23, 3.27 and 3.27C of the Listing Rules.

During the Year, the Board at all times met the requirements of the Listing Rules relating to the appointment of at least three independent non-executive Directors, representing one-third of the Board, with at least one of them possessing appropriate professional qualifications or accounting or related financial management expertise as required under rules 3.10(1), 3.10(2) and 3.10A of the Listing Rules.

The Company has received written annual confirmation of independence from each independent non-executive Director in accordance with rule 3.13 of the Listing Rules. The Board has assessed their independence and concluded that all the independent non-executive Directors are independent within the definition of the Listing Rules.

Term of Appointment of Non-executive Directors

Code Provision B.2.2 of the CG Code stipulates that every director (including those appointed for a specific term) should be subject to retirement by rotation at least every three years.

In accordance with the Articles, not less than one-third of the Directors for the time being will retire from office by rotation at each annual general meeting, provided that every director shall be subject to retirement by rotation at least once every three years. Any director appointed to fill a casual vacancy or as an addition to the existing Board shall hold office only until the first annual general meeting of the Company and shall then be eligible for re-election at such meeting.

DIRECTORS' INDUCTION, CONTINUOUS TRAINING AND PROFESSIONAL DEVELOPMENT

Pursuant to the CG Code, every newly appointed Director is provided with a comprehensive induction and information to ensure that he has a proper understanding of the Company's operations and businesses as well as his responsibilities under the relevant statutes, laws, rules and regulations. Mr. Li Jing, Ms. Woo Lan Ying, Ms. Li Kai Lai Miranda have obtained the legal advice referred to under Rule 3.09D of the Listing Rule on 27 October 2025, 7 January 2026, 27 October 2025 respectively and confirmed they understood their obligations as a director of a listed issuer. Mr. Xu Guang Xun, Mr. Lam Cheung Shing Richard and Mr. Chu Yeuk Mong have obtained the legal advice referred to in Rule 3.09D of the Listing Rules on 15 December 2025, and have confirmed that they understood their obligations as a director of the Company.

During the Year, all Directors undertook continuous professional development and training activities, with emphasis to develop and refresh their knowledge and skills on the topics as specified under the Listing Rules. All Directors are required to provide the Company with their training records. A summary of the continuous professional development and training activities completed by each Director during the Year is set out below:

Name of Directors	**Total Hours and Topics**			
	External Training[1]	Internal Training	Self-learning	Total Training Hours[2]
Executive Directors				
Mr. Li Jing (Chairman) (appointed on 28 October 2025)	2	4	4	10
Ms. Woo Lan Ying (Vice Chairman) (appointed on 9 January 2026)	2	4	4	10
Ms. Chen Meng (appointed on 8 October 2026)	N/A	N/A	N/A	N/A
Mr. Lai Aizhong (retired on 12 December 2025)*	N/A	N/A	N/A	N/A
Mr. Wong Ka Shing (resigned on 9 January 2026)*	N/A	N/A	N/A	N/A
Mr. Yang Hongwei (retired on 12 December 2025)*	N/A	N/A	N/A	N/A
Non-executive Director				
Ms. Li Kai Lai Miranda (appointed on 28 October 2025)	0	2	2	4
Independent Non-executive Directors				
Mr. Xu Guang Xun (appointed on 15 December 2025)	0	2	4	6
Mr. Lam Cheung Shing Richard (appointed on 15 December 2025)	0	2	4	6
Mr. Chu Yeuk Mong (appointed on 15 December 2025)	2	4	4	10
Mr. Zheng Haipeng (retired on 12 December 2025)*	N/A	N/A	N/A	N/A
Mr. Wang Xiaojia (retired on 12 December 2025)*	N/A	N/A	N/A	N/A
Ms. Sun Qunying (retired on 12 December 2025)*	N/A	N/A	N/A	N/A

CORPORATE GOVERNANCE REPORT

Notes:

1. External training includes programmes organised or delivered by external parties.

2. Mr. Li Jing is a first-time director (appointed on 28 October 2025). During the Year, he completed 10 hour of training. In accordance with Rule 3.09H of the Listing Rules, he is required to complete no less than 24 hours of continuous professional development within 18 months from his appointment date.

   Ms. Woo Lan Ying is a first-time director (appointed on 9 January 2026). During the Year, she completed 10 hour of training. In accordance with Rule 3.09H of the Listing Rules, she is required to complete no less than 12 hours of continuous professional development within 18 months from her appointment date.

   Ms. Li Kai Lai Miranda is a first-time director (appointed on 28 October 2025). During the Year, she completed 4 hour of training. In accordance with Rule 3.09H of the Listing Rules, she is required to complete no less than 12 hours of continuous professional development within 18 months from her appointment date.

   Mr. Xu Guang Xun is a first-time director (appointed on 15 December 2025). During the Year, he completed 6 hour of training. In accordance with Rule 3.09H of the Listing Rules, he is required to complete no less than 24 hours of continuous professional development within 18 months from his appointment date.

   Mr. Lam Cheung Shing Richard is a first-time director (appointed on 15 December 2025). During the Year, he completed 6 hour of training. In accordance with Rule 3.09H of the Listing Rules, he is required to complete no less than 12 hours of continuous professional development within 18 months from his appointment date.

   Mr. Chu Yeuk Mong is a first-time director (appointed on 15 December 2025). During the Year, he completed 10 hour of training. In accordance with Rule 3.09H of the Listing Rules, he is required to complete no less than 24 hours of continuous professional development within 18 months from his appointment date.

* The Company has not received the necessary confirmations, the Board cannot make any representation on this matter.

Topics 1–5 (under Rule 3.09G of the Listing Rules):

1. Board roles, functions and responsibilities, and board effectiveness;
2. The Company' obligations and directors' duties under Hong Kong law and the Listing Rules, and key legal and regulatory developments relating to the discharge of such obligations and duties;
3. Corporate governance and ESG matters (including sustainability or climate-related risks and opportunities relevant to the Company and its business);
4. Risk management and internal controls; and
5. Updates on industry-specific developments, business trends and strategies relevant to the Company.

CORPORATE GOVERNANCE REPORT

DIRECTORS' ATTENDANCE AT MEETINGS

Notice of at least 14 days is given for a regular Board meeting to give all Directors an opportunity to attend. For all other Board meetings and committee meetings, reasonable notice is given.

Agenda of the meetings and the accompanying papers for regular Board and committee meetings are sent in full to Directors at least 3 days before the date of the meetings. Directors may participate either in person or through electronic means of communications. Minutes of the Board and committee meetings are prepared and kept by the Company Secretary, and are open for inspection by Directors upon request. All Directors have access to the advice and services of the Company Secretary, and are allowed to seek external professional advice if needed. The management is committed to provide the Board with appropriate and sufficient explanation and information of the Group's affairs through financial reports and business and operational reports in a timely manner, to enable them to make informed decisions. The Directors are also provided with access to the Group's management and the Company Secretary at all times to obtain relevant information for carrying out their duties as the Directors.

Set out below are the attendance records of all the Directors at the Company's board meetings, board committee meetings and general meetings held during the Year:

		Board Meeting	Audit Committee Meeting	Remuneration Committee Meeting	Nomination Committee Meeting	General Meeting
Executive Directors						
Mr. Li Jing (Chairman)	(appointed on 28 October 2025)	12/15	N/A	N/A	N/A	2/2
Ms. Woo Lan Ying (Vice Chairman)	(appointed on 9 January 2026)	6/6	N/A	N/A	N/A	N/A
Ms. Chen Meng	(appointed on 8 October 2026)	N/A	N/A	N/A	N/A	N/A
Mr. Lai Aizhong	(retired on 12 December 2025)	3/8	N/A	N/A	N/A	0/1
Mr. Wong Ka Shing	(resigned on 9 January 2026)	12/12	N/A	N/A	N/A	2/2
Mr. Yang Hongwei	(retired on 12 December 2025)	0/8	N/A	N/A	N/A	0/1
Non-executive Director						
Ms. Li Kai Lai Miranda	(appointed on 28 October 2025)	15/15	N/A	N/A	N/A	2/2
Independent Non-executive Directors						
Mr. Xu Guang Xun	(appointed on 15 December 2025)	8/10	1/1	N/A	N/A	0/1
Mr. Lam Cheung Shing Richard	(appointed on 15 December 2025)	9/10	1/1	N/A	N/A	1/1
Mr. Chu Yeuk Mong	(appointed on 15 December 2025)	10/10	1/1	N/A	N/A	1/1
Mr. Zheng Haipeng	(retired on 12 December 2025)	3/8	2/2	2/2	2/2	0/1
Mr. Wang Xiaojia	(retired on 12 December 2025)	2/8	2/2	1/2	1/2	0/1
Ms. Sun Qunying	(retired on 12 December 2025)	4/8	2/2	2/2	2/2	0/1

CORPORATE GOVERNANCE REPORT

APPOINTMENT, RE-ELECTION AND REMOVAL OF DIRECTORS

In accordance with Article 108(a) of the Articles, at each annual general meeting, at least one-third of the Directors for the time being (or, if their number is not a multiple of three (3), the number nearest to but not less than one-third) shall retire from office by rotation provided that every Director shall be subject to retirement at an annual general meeting at least once every three years.

Any general meeting of the Company may authorise the Board to fill any vacancy in their number left unfilled at a general meeting of the Company. The Directors shall have the power from time to time and at any time to appoint any person as a Director either to fill a casual vacancy on Board or, as an addition to the existing Board but so that the number of Directors so appointed shall not exceed any maximum number determined from time to time by the Shareholders in general meeting. In accordance with Article 112 of the Articles, any Director appointed by the Board either to fill a casual vacancy or as an addition to the existing Board shall hold office only until the first annual general meeting after the appointment and shall then be eligible for re-election.

In addition, pursuant to Article 114 of the Articles, the Company may by ordinary resolution remove any Director before the expiration of his term of office (but without prejudice to any claim which such Director may have for damages for any breach of any contract between him and the Company) and may by ordinary resolution elect another person in his stead. Any person so elected shall hold office only until the next general meeting of the Company and shall then be eligible for re-election.

BOARD COMMITTEES

The Board has established three committees, namely, the Audit Committee, the Nomination Committee and the Remuneration Committee, for overseeing particular aspects of the Company's affairs. All Board committees of the Company are established with defined written terms of reference. The terms of reference of the Board committees are posted on the websites of the Company and the Stock Exchange and are available to Shareholders upon request.

CORPORATE GOVERNANCE REPORT

Audit Committee

The Audit Committee was established on 17 December 2014 with written terms of reference in compliance with the CG Code.

Following the retirement of Mr. Zheng Haipeng, Mr. Wang Xiaojia and Ms. Sun Qunying on 12 December 2025, the Company failed to meet the composition requirement of the Audit Committee under Rule 3.21 of the Listing Rules. Subsequent to the appointment of Mr. Xu Guang Xun, Mr. Lam Cheung Shing Richard and Mr. Chu Yeuk Mong on 15 December 2025, the Company has fully complied with the composition requirement of the audit committee under Rule 3.21 of the Listing Rules. The Audit Committee currently comprises three independent non-executive Directors, namely Mr. Lam Cheung Shing Richard (chairman), Mr. Xu Guang Xun and Mr. Chu Yeuk Mong and Mr. Lam Cheung Shing Richard possess professional accountancy qualifications.

The principal duties of the Audit Committee include monitoring the integrity of the consolidated financial statements of the Group, reviewing the effectiveness of the Group's internal control (including the adequacy of resources, qualifications and experience of staff of the Group's accounting and financial reporting function, and their training programmes and budget) and risk management as delegated by the Board, and making recommendations to the Board on the appointment, reappointment and/or removal of the external auditor for the audit and non-audit services. The Audit Committee is provided with sufficient resources enabling it to discharge its duties.

During the Year, the Board had no disagreement with the Audit Committee's view on the appointment of the independent auditor. This annual report has been reviewed by the Audit Committee.

During the Year, the Audit Committee held 3 meetings (i) to review the Group's financial results for the year ended 30 June 2025; (ii) to review the interim results for the six months ended 31 December 2025; (iii) to oversee the audit process; (iv) to review financial control, internal control and risk management systems; (v) review of Corporate Governance and Corporate Governance report and (vi) to recommend the appointment of independent auditor.

Nomination Committee

The Nomination Committee was established on 17 December 2014 with written terms of reference in compliance with the CG Code.

Following the retirement of Mr. Zheng Haipeng, Mr. Wang Xiaojia and Ms. Sun Qunying on 12 December 2025, the Company failed to meet the composition requirement of the Nomination Committee under Rule 3.27A of the Listing Rules. Subsequent to the appointment of Mr. Xu Guang Xun, Mr. Lam Cheung Shing Richard and Mr. Chu Yeuk Mong on 15 December 2025, the Company has fully complied with the composition requirement of the Nomination committee under Rule 3.27A of the Listing Rules. The Nomination Committee currently comprises three independent non-executive Directors, namely Mr. Chu Yeuk Mong (chairman), Mr. Xu Guang Xun and Mr. Lam Cheung Shing Richard, and Ms. Li Kai Lai Miranda, non-executive Director.

CORPORATE GOVERNANCE REPORT

The principal responsibilities of the Nomination Committee include:

— assisting the Board in discharging its responsibilities relating to the composition of the Board;

— evaluating the balance of skills, knowledge, experience and diversity on the Board;

— evaluating the size, structure and composition of the Board; and

— evaluating the retirements and appointments of additional and replacement Directors and making appropriate recommendations to the Board on such matters.

During the Year, the Nomination Committee held 2 meetings (i) to review the structure, size and composition of the Board; (ii) to assess the independence of the INEDs and (iii) to make recommendation to the Board on the proposal of appointment or re-appointment of Directors.

The Board adopted a nomination policy (the "**Nomination Policy**") which sets out the procedures and criteria to be used by the Nomination Committee for the selection, appointment and re-appointment of directors. The Nomination Committee has from time to time identified individuals suitably qualified to become Board members, having due regard to the Nomination Policy and the Board Diversity Policy and make recommendations to the Board. The main consideration in selecting candidates for directorships is whether their characters, qualifications and experiences are appropriate for the businesses of the Group. The Nomination Committee shall evaluate and select candidates based on the criteria by reference to character and integrity, business experience relevant and beneficial to the Company, qualifications including professional qualifications, skills and knowledge that are relevant to the Company's business and corporate strategy, willingness to devote adequate time to discharge duties as a member of the Board and other significant commitments, present needs of the Board for particular expertise, skills or experience and whether the candidates would satisfy those needs, requirement for the Board to have independent directors in accordance with the Listing Rules and whether the candidates for independent directors would be considered independent with reference to the independence guidelines set out in the Listing Rules and the Board Diversity Policy and any measurable objectives adopted by the Nomination Committee for achieving diversity on the Board.

Remuneration Committee

The Remuneration Committee was established on 17 December 2014 with written terms of reference in compliance with the CG Code.

Following the retirement of Mr. Zheng Haipeng, Mr. Wang Xiaojia and Ms. Sun Qunying on 12 December 2025, the Company failed to meet the composition requirement of the Remuneration Committee under Rule 3.25 of the Listing Rules. Subsequent to the appointment of Mr. Xu Guang Xun, Mr. Lam Cheung Shing Richard and Mr. Chu Yeuk Mong on 15 December 2025, the Company has fully complied with the composition requirement of the Remuneration committee under Rule 3.25 of the Listing Rules. The Remuneration Committee currently comprises three independent non-executive Directors, namely Mr. Xu Guang Xun (chairman), Mr. Lam Cheung Shing Richard and Mr. Chu Yeuk Mong.

CORPORATE GOVERNANCE REPORT

The principal responsibilities of the Remuneration Committee include:

— making recommendations to the Board on the Company's policy on executive Director's remuneration;

— determining, the individual remuneration and benefits package of each of the executive Directors;

— recommending and monitoring the remuneration of senior management below Board level; and

— reviewing matters relating to share schemes under Chapter 17 of the Listing Rules, if necessary.

During the Year, the Remuneration Committee held 2 meetings (i) to review the remuneration of the Directors and senior management and (ii) to make recommendation to the Board on the proposal of the remuneration package for appointment of directors.

Details of the Directors' remuneration are set out in Note 10 to the consolidated financial statements. During the Year, the remuneration of the members of the senior management excluding Directors of the Group by band for the Year is set out below:

	Number of individuals	
	2026	2025
Nil to HK$1,000,000	**3**	3
HK$3,500,001 to HK$4,000,000	**2**	2
HK$4,000,001 to HK$4,500,000	**1**	–
HK$4,500,001 to HK$5,000,000	**–**	1

The remuneration for the Directors comprises Directors' fee, salaries, allowances and benefits, discretionary bonuses and retirement scheme contributions. Salary adjustments are made where the Remuneration Committee takes into account performance, contribution and responsibilities of the individual. Apart from basic salary, executive Directors and senior management of the Group are eligible to receive a discretionary bonus taking into account factors such as market conditions as well as corporate and individual's performance during the Year.

BOARD DIVERSITY POLICY

The Board has adopted the board diversity policy (This "**Board Diversity Policy**") with a view to achieve a sustainable and balanced development of the Group. In designing the Board's composition, board diversity has been considered from a number of aspects, including but not limited to gender, age, cultural and educational background, ethnicity, professional experience, skills, knowledge and length of service. All Board appointments will be based on meritocracy, and candidates will be considered against objective criteria, having due regard for the benefits of diversity on the Board. This Board Diversity Policy is reviewed annually by the Nomination Committee, and where appropriate, revisions will be made with the approval from the Board.

CORPORATE GOVERNANCE REPORT

As at 30 June 2026, the Board had 6 directors and a male to female gender ratio of 2: 1. While the Company has not set specific numerical targets or timelines for gender diversity on the Board, the Board considers that the current composition, with two out of six Directors being female, already achieves a balanced and diverse representation. The Board will maintain such gender diversity through applying the Board Diversity Policy. The Company and its Nomination Committee would take into account diversity perspectives including gender diversity in assessing potential Board member candidates. The Board is also characterized by significant diversity, whether considered in terms of gender, age, educational background, professional experience, skills, knowledge and length of service.

WORKFORCE DIVERSITY POLICY

In addition to the Board Diversity Policy, the Board has also adopted a workforce diversity policy (the "**Workforce Diversity Policy**") applicable to its employees across all levels, including senior management. The Group is committed to promoting workforce diversity across all levels, including senior management. Diversity encompasses, but is not limited to, gender, age, cultural and ethnic background, educational background, professional experience, skills and knowledge, qualifications and geographical and regional background and other relevant attributes. In forming its perspective on diversity, the Group will take into account factors based on its own business model and specific needs from time to time. The Group is also committed to fostering gender empowerment, gender equality and gender diversity across its workforce, and providing equal opportunities in relation to recruitment and selection, training and professional development, career and promotion opportunities.

The Company has not set specific numerical targets or timelines for workforce gender diversity, as at 30 June 2026, the gender ratio for the Group's workforce (excluding senior management) in Hong Kong is 44.2% female and 55.8% male. At the Group senior management level, the ratio is 0% female and 100% male. While the senior management currently consists entirely of male members, the Group remains committed to promoting gender diversity across the wider workforce and considering diversity when making future appointments.

BOARD SKILLS MATRIX

The Board believes that having Directors with a broad and balanced mix of skills, experience and diversity is crucial to supporting the Group's strategic direction, governance and business needs. An appropriate skills matrix empowers the Board to carry out its responsibilities effectively, driving long-term objectives and fostering sustainable growth for the Group.

CORPORATE GOVERNANCE REPORT

Skills and Experience	Relevance to the Group	Importance	Board Coverage
Strategic Planning and Business Development	Ability to formulate corporate strategies, evaluate business opportunities, oversee business expansion and support the Group's long-term development.	Essential	83%
Industry Knowledge and Experience	Understanding of the Hong Kong building maintenance and renovation industry, including industry practices, customer requirements, tendering processes and relevant operating conditions.	Essential	83%
Financial Literacy and Corporate Finance	Ability to understand financial statements, assess financial performance, oversee financial planning and evaluate financing arrangements and capital allocation.	Essential	67%
Risk Management and Internal Controls	Ability to identify and oversee material business, financial, operational and compliance risks, and monitor the effectiveness of the Group's risk management and internal control systems.	Essential	83%
People Management and Human Resources	Understanding of talent management, employee development, performance management, succession planning and workforce-related matters.	Essential	83%
Board Diversity and Professional Qualifications	A balanced combination of professional backgrounds, industry exposure, qualifications, perspectives and experience to facilitate constructive challenge and effective Board deliberation.	Essential	67%

Board Performance Review

Under Code Provision B.1.4 of the CG Code, the Company is required to conduct a Board's performance review at least every two years. As the financial year ended 30 June 2026 was the first year of the current review cycle, no Board performance review was conducted during the Year. The Board reviewed the plan of conducting the Board performance review, which is scheduled to be conducted in the financial year ending 30 June 2027.

CORPORATE GOVERNANCE REPORT

CORPORATE GOVERNANCE FUNCTIONS

It is the responsibility of the Board to determine the appropriate corporate governance practices applicable to the Company's circumstances and to ensure processes and procedures are in place to achieve the Company's corporate governance objectives. The duties of the Board in performing its corporate governance functions under the CG Code include:

- to develop and review the Company's policies and practices on corporate governance and make recommendations to the Board;
- to review and monitor the training and continuous professional development of Directors and senior management of the Company;
- to review and monitor the Company's policies and practices on compliance with legal and regulatory requirements;
- to develop, review and monitor the code of conduct and compliance manual applicable to employees and Directors; and
- to review the Company's compliance with the CG Code and disclosure in the Corporate Governance Report.

The Board is responsible for performing the corporate governance functions set out in the Code Provision A.2.1 of the CG Code. As at the date of this annual report, the Board has reviewed and monitored (i) the Company's corporate governance policies and practices; (ii) training and continuous professional development of Directors and senior management; (iii) the Company's policies and practices on compliance with legal and regulatory requirements; (iv) the Company's code of conduct; and (v) the Company's compliance with the CG Code disclosure requirements.

AUDITORS' REMUNERATION

The Audit Committee is responsible for considering the appointment and re-election of the Company's external auditor and reviewing any non-audit functions performed by the external auditor. The consolidated financial statements of the Company and its subsidiaries for the Year was audited by Infinity CPA Limited. An analysis of the remuneration paid/payable to the external auditors of the Company in respect of audit services and non-audit services for the Year is set out below:

	Fee Paid/ Payable HK$'000
Audit services	**880**
Non-audit services	**–**

CORPORATE GOVERNANCE REPORT

RISK MANAGEMENT AND INTERNAL CONTROL

The Board acknowledges that it is its duty to monitor the risk management and internal control systems of the Group on an ongoing basis and review their effectiveness and confirms that the Company's risk management and internal control systems are appropriate and effective for the purposes set out in code provision D2 of the CG Code. The Group has established guidelines and procedures for the approval and control of expenditures, to ensure the reliability of the financial reporting, effectiveness and efficiency of operation and the compliance with applicable laws and regulations. The risk management and internal control systems are designed to manage rather than eliminate the risk of failure to achieve business objectives and can only provide reasonable and not absolute assurance against material misstatement or loss. The Board, through the Audit Committee, has conducted a review of effectiveness on both design and implementation of the risk management and internal control systems of the Group for the FY2026, covering all material controls, including financial, operational and compliance controls. Such review will be made at least annually to monitor the adequacy and the effectiveness of the risk management and the internal control system of the Group. In this respect, the Audit Committee communicates any material issues to the Board. Although the Company does not have internal audit function, the Board has put in place adequate measures to perform the internal audit function at different aspects of the Group. For the FY2026, the Group engaged an expert to review the effectiveness and efficiency of the Group's risk management and internal control systems in relation to the financial, operational and compliance controls, and the results and recommendations of the expert were summarised and reported to the Audit Committee and the Board. Recommendations as recommended by the expert have been adopted by the Board. Based on the result of the follow-up review of the expert, the Board considered the internal control and risk management systems effective and adequate.

COMPANY SECRETARY

Ms. Chan Wing Ting ("**Ms. Chan**") has appointed as the company secretary of the Company (the "**Company Secretary**") on 10 March 2026. She is not engaged as an employee of the Group, but as an external service provider. Ms. Woo Lan Ying, the Executive Director, is the primary corporate contact person of the Company with Ms. Chan.

Ms. Chan confirms that she has taken no less than 15 hours of relevant professional training for the Year pursuant to Rule 3.29 of the Listing Rules.

Prior to Ms. Chan's appointment and during the Year and up to the date of this report, Mr. Tam Sik Wai was appointed as the Company Secretary on 9 January 2026 and resigned on 10 March 2026 respectively. Mr. Kwong Chun Chung was appointed as the Company Secretary on 1 March 2025 and resigned on 9 January 2026 respectively.

MODEL CODE FOR SECURITIES TRANSACTIONS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") set out in Appendix C3 to the Listing Rules regarding securities transactions for its Directors. After having made specific enquiries with all Directors, all of them confirmed that they have complied with the required standard of dealings set out in the Model Code throughout the Year.

CORPORATE GOVERNANCE REPORT

COMMUNICATION WITH SHAREHOLDERS AND INVESTORS AND INVESTOR RELATIONS

The Company considers that effective communication with Shareholders and potential investors is essential for enhancing investor relations and understanding of the Group's business, performance and strategies. The Company has adopted the shareholders' communication policy with the objective of ensuring that the Shareholders and potential investors are provided with ready, equal and timely access to balanced and understandable information about the Company (including the financial performance, strategic goals and plans, material development, governance and risk profile). The Company also recognises the importance of timely and non-selective disclosure of information, which will enable Shareholders and potential investors to make the informed investment decisions. To promote effective communication, the Company maintains the website at www.wdeag.com/index.php, where up-to-date information on the Company's business operations and developments, financial information, corporate governance practices and other information are available for public access. Latest information on the Group including annual and interim reports, announcements and other corporate communications will be updated on the website of the Stock Exchange (www.hkexnews.hk) and the Company's website in a timely fashion.

The Company shall convene its annual general meeting in an as soon as possible manner. The notice of the annual general meeting, setting out details of the proposed resolutions, voting procedures and other relevant information, will be sent to Shareholders at least 21 days prior to the meeting.

DIRECTORS' AND AUDITORS' RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The Directors acknowledge and understand their responsibility for preparing the consolidated financial statements of the Group and to ensure that the consolidated financial statements of the Group are prepared in a manner which give a true and fair view of the state of affairs of the Group on a going concern basis and are in compliance with the relevant accounting standards and principles, applicable laws and disclosure provisions required of the Listing Rules. The Directors are of the view that the consolidated financial statements of the Group for the year ended 30 June 2026 has been prepared on this basis. The Directors were not aware of any material uncertainties relating to events or conditions that may cast significant doubt upon the Group's ability to continue as a going concern.

The statements by external auditor, Infinity CPA Limited, about their reporting responsibility on the consolidated financial statements of the Group are set out in the section headed "INDEPENDENT AUDITOR'S REPORT" in this annual report.

CORPORATE GOVERNANCE REPORT

DIVIDEND POLICY

The Board has adopted a dividend policy (the "**Dividend Policy**") during the Year. The Board is committed to maintaining sufficient resources and flexibility to meet the Company's financial and operational requirements. At the same time, the Board continually seeks ways to enhance shareholders' value to ensure sustainable long-term yields for shareholders. The dividend payout ratio shall be determined or recommended, as appropriate, by the Board at its absolute discretion after taking into account the Company's financial results, future prospects and other factors, and subject to:

— the Articles;

— the applicable restrictions and requirements under the laws of the Cayman Islands;

— any banking or other funding covenants by which the Company is bound from time to time;

— the investments and operating requirements of the Company; and

— any other factors that have material impact on the Company.

Having considered the Group's financial performance and the need to preserve cash resources for general working capital, the Board resolved not to recommend the payment of dividend for the Year. All dividend decisions made by the Board were made in accordance with the Dividend Policy.

SHAREHOLDERS' RIGHTS — PROCEDURES FOR CONVENING GENERAL MEETINGS BY SHAREHOLDERS

The general meeting of the Company provides an opportunity for communication between the Shareholders and the Board. Pursuant to Article 64 of the Articles, the Board may, whenever it thinks fit, convene an extraordinary general meeting. Extraordinary general meetings shall also be convened on the requisition of one or more Shareholders holding, at the date of deposit of the requisition, not less than one tenth of the paid up capital of the Company having the right of voting at general meetings. Such requisition shall be made in writing to the Board or the Company Secretary by post at Unit B2, 8/F, Kingston International Centre, 19 Wang Chiu Road, Kowloon Bay, Kowloon, Hong Kong for the purpose of requiring an extraordinary general meeting to be called by the Board for the transaction of any business specified in such requisition. Such meeting shall be held within two months after the deposit of such requisition. If within 21 days of such deposit, the Board fails to proceed to convene such meeting, the requisitionist(s) himself (themselves) may do so in the same manner, and all reasonable expenses incurred by the requisitionist(s) as a result of the failure of the Board shall be reimbursed to the requisitionist(s) by the Company.

CORPORATE GOVERNANCE REPORT

PROCEDURES FOR PUTTING FORWARD PROPOSALS AT SHAREHOLDERS' MEETING

Shareholders are requested to follow Article 64 of the Articles for putting forward a resolution at an extraordinary general meeting. The requirements and procedures are set out above in the section headed "Shareholders' Rights — Procedures for Convening General Meetings by Shareholders" in this annual report. Pursuant to Article 113 of the Articles, no person, other than a retiring Director, shall, unless recommended by the Board for election, be eligible for election to the office of Director at any general meeting, unless notice in writing of the intention to propose that person for election as a Director and notice in writing by that person of his willingness to be elected shall have been lodged at the Company's principal place of business or branch share registrar and transfer office in Hong Kong. The period for lodgment of the notices required under Article 113 will commence no earlier than the day after the despatch of the notice of the general meeting appointed for such election and end no later than seven days prior to the date of such general meeting and the minimum length of the period during which such notices to the Company may be given will be at least seven days.

INFORMATION DISCLOSURE

The Company discloses information in compliance with the securities regulations of the Stock Exchange, and publishes periodic reports and announcements to the public in accordance with relevant laws and regulations. Our primary focus is to ensure information disclosure is timely, fair, accurate, truthful and complete, thereby enabling Shareholders, investors as well as the public, to make rational and informed decisions.

SHAREHOLDERS' ENQUIRIES

For matters in relation to the Board, Shareholders may send their enquiries and concerns to the Board by addressing them to the Company Secretary or relevant personnel by post to the Company's principal place of business in Hong Kong at Unit B2, 8/F, Kingston International Centre, 19 Wang Chiu Road, Kowloon Bay, Kowloon, Hong Kong. For share registration related matters, such as share transfer and registration, change of name or address, loss of share certificates or dividends warrants, the registered Shareholders can contact branch share registrar and transfer office in Hong Kong: Union Registrars Ltd. at Suites 3301-04, 33/F, Two Chinachem Exchange Square, 338 King's Road, North Point, Hong Kong Tel: (852) 2849 3399.

CONSTITUTIONAL DOCUMENTS

There is no change in the Company's memorandum and articles of association during the Year. The latest version of the Company's Articles has been posted on the websites of the Stock Exchange (www.hkexnews.hk) and the Company (www.wdeag.com/index.php).

INDEPENDENT AUDITOR'S REPORT

Infinity CPA Limited
Room 1501, 15/F., Olympia Plaza
255 King's Road, North Point, Hong Kong

TO THE SHAREHOLDERS OF WORLD DIGITAL ECONOMY ASSET GROUP LIMITED
(formerly known as China Supply Chain Holdings Limited)
(Incorporated in the Cayman Islands with limited liability)

OPINION

We have audited the consolidated financial statements of World Digital Economy Asset Group Limited (formerly known as China Supply Chain Holdings Limited) (the "**Company**") and its subsidiaries (collectively referred to as the "**Group**") set out on pages 47 to 119, which comprise the consolidated statement of financial position as at 30 June 2026, and the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including material accounting policy information.

In our opinion, the consolidated financial statements give a true and fair view of the consolidated financial position of the Group as at 30 June 2026 and of its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with HKFRS Accounting Standards issued by the Hong Kong Institute of Certified Public Accountants (the "**HKICPA**") and have been properly prepared in compliance with the disclosure requirements of the Hong Kong Companies Ordinance.

BASIS FOR OPINION

We conducted our audit in accordance with Hong Kong Standards on Auditing ("**HKSAs**") issued by the HKICPA. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the HKICPA's Code of Ethics for Professional Accountants (the "**Code**"), as applicable to audits of financial statements of public interest entities. We have also fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

INDEPENDENT AUDITOR'S REPORT

KEY AUDIT MATTERS

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key audit matters identified in our audit are summarised as follows:

— Revenue recognition for provision of building maintenance services and renovation services; and

— Impairment for loan and interest receivables.

Key Audit Matter	How our audit addressed the Key Audit Matter
Recognition of revenue from provision of building maintenance services and renovation services	
Refer to notes 2.17, 4(a) and 6 to the consolidated financial statements	Our audit procedures in relation to recognition of revenue from construction contracts included:
We identified recognition of revenue from construction contracts as a key audit matter due to the significance of the revenue to the consolidated financial statements and the significant judgements and estimates in determining the revenue of the construction contracts to be recognised for the year.	— obtained an understanding of the key controls over recognition of revenue from construction contracts; — checked contract revenue recognised for construction projects by tracing to certificates issued by External Technicians, on sample basis;
The Group recognised revenue from construction contracts for provision of building maintenance services and renovation services of approximately HK$619,176,000 for the year ended 30 June 2026.	— assessed the reasonableness of the Group's assumptions on progress of completion of the construction contracts at the end of the year by discussed with project managers to understand the progress of construction projects and evaluated whether their progress was consistent with the stage of completion of construction projects estimated by the management for all projects in progress during the year; and
Contract revenue is recognised progressively over time using output method, based on the estimated total revenue for the contracts entered into by the Group and direct measurements of the value of construction works completed to date as certified by external architects, surveyors or other representatives as appointed by customers (collectively the "**External Technicians**") as a proportion of the total contract value of the relevant construction contracts, that best depict the Group's performance in transferring control of goods or services.	— conducted site visits, on a sample basis, to observe the status of the construction work and discussed with site project manager for the progress of the construction work and the status of each project, and evaluated whether the project progress was consistent with the agreed timetable and the Group's accounting records.

INDEPENDENT AUDITOR'S REPORT

KEY AUDIT MATTERS (Continued)

Key Audit Matter	How our audit addressed the Key Audit Matter
Impairment assessment of loan and interest receivables	
Refer to notes 2.9.4, 4(c) and 20 to the consolidated financial statements. We identified the impairment assessment of loan and interest receivables as a key audit matter due to the significant balances of loan receivables at the end of the reporting period and the significant judgements and estimates exercised by the Group's management. As at 30 June 2026, the aggregated net carrying amount of loan and interest receivables amounted to approximately HK$22,313,000 (net of the allowance for expected credit losses ("**ECL**") of approximately HK$11,601,000. Management estimated, with the assistance of an external valuer, the ECL based on general approach by considering factors including the ageing profile, debtors' repayment history and the current and forward-looking information on macroeconomic factors that involve the exercise of management judgement.	Our audit procedures in relation to impairment assessment of loan and interest receivables included: — obtained an understanding of the key controls over credit assessment procedures performed by management, including the periodic review of aged receivables, identification of events that triggered any significant increase in credit risk of loan and interest receivables, events of default, and management's estimation of the allowance of ECL for loan and interest receivables; — evaluated the Group's policy for estimating the ECL with reference to the requirements of the prevailing accounting standard; — tested the integrity of information used by management to develop the ECL assessment of loan and interest receivables as at year-end by checked loan agreements, calculations, ageing profile and historical settlement records on a sample basis; — examined the estimation on the ECL of individual balances on sample basis and the expected loss rate of each category groups and evaluated the basis and factors used in the estimation to the appropriateness of the identification of significant increase in credit risk, defaults and credit-impaired receivables; — evaluated the independence, competence, objectivity and experience of the valuer engaged by management; — discussed with the valuer to understand the methodology and estimates used to assess the ECL and evaluated the reasonableness of the methodology and the key data inputs and assumptions used to determine the ECL; and — tested the mathematical accuracy of the calculation of ECL rates and the calculation of the allowance for ECL.

INDEPENDENT AUDITOR'S REPORT

OTHER INFORMATION

The directors of the Company are responsible for the other information. The other information comprises all of the information included in the annual report other than the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

RESPONSIBILITIES OF DIRECTORS AND THE AUDIT COMMITTEE FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The directors of the Company are responsible for the preparation of the consolidated financial statements that give a true and fair view in accordance with HKFRS Accounting Standards issued by the HKICPA and the disclosure requirements of the Hong Kong Companies Ordinance, and for such internal control as the directors determine is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the directors of the Company are responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

The directors are assisted by the Audit Committee in discharging their responsibilities for overseeing the Group's financial reporting process.

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. We report our opinion solely to you, as a body, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with HKSAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Plan and perform of the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the Group as a basis for forming an opinion on the group financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

INDEPENDENT AUDITOR'S REPORT

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

We communicate with the audit committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the audit committee with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the audit committee, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Infinity CPA Limited
Certified Public Accountants
CHAN Kin Ming
Practising Certificate Number: P07802

Hong Kong, 28 September 2026

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 30 June 2026

	Notes	2026 HK$'000	2025 HK$'000
Revenue	6(a)	**619,176**	599,113
Cost of sales	8	**(585,896)**	(567,206)
Gross profit		**33,280**	31,907
Other income and gains	7	**2,767**	2,775
Provision for impairment loss on financial and contract assets, net	9	**(9,733)**	(2,510)
Administrative expenses	8	**(37,106)**	(33,540)
Operating loss		**(10,792)**	(1,368)
Finance costs	11	**(1,057)**	(231)
Loss before tax		**(11,849)**	(1,599)
Income tax expense	12	**(1,028)**	(478)
Loss for the year		**(12,877)**	(2,077)
Other comprehensive (expense)/income			
Item that may not be reclassified subsequently to profit or loss:			
Fair value loss on financial assets at fair value through other comprehensive income ("**FVOCI**")		**(2,229)**	(1,194)
Actuarial gain on long service payment obligation		**68**	–
Item that may be reclassified subsequently to profit or loss:			
Exchange difference arising on translation of financial statements of foreign operations		**122**	356
Other comprehensive expense for the year, net of tax		**(2,039)**	(838)
Total comprehensive expense for the year		**(14,916)**	(2,915)
(Loss)/profit for the year attributable to:			
— Owners of the Company		**(12,905)**	(2,101)
— Non-controlling interests		**28**	24
		(12,877)	(2,077)
Total comprehensive (expense)/income for the year attributable to:			
— Owners of the Company		**(14,944)**	(2,939)
— Non-controlling interests		**28**	24
		(14,916)	(2,915)
		HK cents	HK cents (Restated)
Loss per share attributable to the owners of the Company			
Basic and diluted	13	**(1.92)**	(0.35)

The accompanying notes form an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2026

	Notes	2026 HK$'000	2025 HK$'000
ASSETS			
Non-current assets			
Property, plant and equipment	16	**3,168**	1,644
Right-of-use assets	17(a)	**2,710**	4,280
Financial assets at FVOCI	18	**6,577**	8,806
Rental deposits	19	**150**	–
		12,605	14,730
Current assets			
Trade and other receivables	19	**62,517**	61,360
Loan and interest receivables	20	**22,313**	30,581
Contract assets	6(b)	**66,622**	70,033
Time deposits with original maturity over three months	21(c)	**15,222**	29,988
Pledged bank deposits	21(b)	**–**	788
Cash and cash equivalents	21(a)	**49,788**	32,749
		216,462	225,499
Total assets		**229,067**	240,229
EQUITY			
Share capital	27	**14,547**	13,427
Reserves		**125,311**	130,999
Equity attributable to the owners of the Company		**139,858**	144,426
Non-controlling interests		**309**	609
Total equity		**140,167**	145,035

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2026

	Notes	2026 HK$'000	2025 HK$'000
LIABILITIES			
Non-current liabilities			
Long services payment obligations	23	**746**	724
Lease liabilities	17(b)	**1,250**	15
Deferred tax liabilities	24	**486**	478
		2,482	1,217
Current liabilities			
Trade and other payables	22	**80,491**	88,923
Amounts due to directors	25	**552**	1,810
Other borrowings	26	**3,500**	–
Tax payable		**671**	403
Lease liabilities	17(b)	**1,204**	2,841
		86,418	93,977
Total liabilities		**88,900**	95,194
Total equity and liabilities		**229,067**	240,229
Net current assets		**130,044**	131,522
Total assets less current liabilities		**142,649**	146,252

The consolidated financial statements were approved by the Board of Directors on 28 September 2026 and were signed on its behalf by:

LI Jing
Director

WOO Lan Ying
Director

The accompanying notes form an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 30 June 2026

	Attributable to the owners of the Company								
	Share capital	Share premium*	Other reserve* (Note)	Fair value reserve*	Translation reserve*	Retained earnings*	Sub-Total	Non-controlling interests	Total
	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000
As at 1 July 2024	11,189	77,790	(480)	–	(1,388)	46,716	133,827	585	134,412
(Loss)/profit for the year	–	–	–	–	–	(2,101)	(2,101)	24	(2,077)
Other comprehensive (expense)/ income for the year	–	–	–	(1,194)	356	–	(838)	–	(838)
Total comprehensive (expense)/ income for the year	–	–	–	(1,194)	356	(2,101)	(2,939)	24	(2,915)
Issuance of shares under general mandate (Note 27)	2,238	11,300	–	–	–	–	13,538	–	13,538
As at 30 June 2025 and 1 July 2025	13,427	89,090	(480)	(1,194)	(1,032)	44,615	144,426	609	145,035
(Loss)/profit for the year	**–**	**–**	**–**	**–**	**–**	**(12,905)**	**(12,905)**	**28**	**(12,877)**
Other comprehensive (expense)/ income for the year	**–**	**–**	**–**	**(2,229)**	**122**	**68**	**(2,039)**	**–**	**(2,039)**
Total comprehensive (expense)/ income for the year	**–**	**–**	**–**	**(2,229)**	**122**	**(12,837)**	**(14,944)**	**28**	**(14,916)**
Dividend paid to a non-controlling interest of a subsidiary	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**(22)**	**(22)**
Changes in ownership interests in a subsidiary	**–**	**–**	**306**	**–**	**–**	**–**	**306**	**(306)**	**–**
Issuance of shares under general mandate (Note 27)	**1,120**	**8,950**	**–**	**–**	**–**	**–**	**10,070**	**–**	**10,070**
As at 30 June 2026	**14,547**	**98,040**	**(174)**	**(3,423)**	**(910)**	**31,778**	**139,858**	**309**	**140,167**

Note: Other reserve represented the difference between the nominal value of the issued share capital of Sing Fat Construction Company Limited ("**Sing Fat Construction**") and ABO Group Limited ("**ABO**") in aggregate amount of approximately HK$9,310,000 over nominal value of the share capital of the Company in the amount of HK$9,790,000 issued in exchange thereof, pursuant to the group reorganisation.

* These reserves accounts comprise the consolidated reserves of approximately HK$125,311,000 (2025: HK$130,999,000) in the consolidated statement of financial position.

The accompanying notes form an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 30 June 2026

	Notes	2026 HK$'000	2025 HK$'000
Cash flows from operating activities			
Cash (used)/generated from operations	28(a)	**(8,814)**	1,656
Hong Kong Profits Tax paid		**(752)**	–
Net cash (used)/generated from operating activities		**(9,566)**	1,656
Cash flows from investing activities			
Bank interest received		**782**	954
Placement of pledged bank deposits		**–**	(788)
Placement of time deposits with original maturity over three months		**(19,342)**	(29,988)
Withdrawal of time deposits with original maturity over three months		**34,108**	–
Proceeds from disposal of property, plant and equipment	28(c)	**38**	255
Purchase of right-of-use assets		**–**	(379)
Decrease in loan and interest receivables		**1,407**	1,512
Withdrawal of pledged bank deposits		**788**	1,350
Net cash from/(used) in investing activities		**17,781**	(27,084)
Cash flows from financing activities			
(Repayment to)/advance from directors	28(b)	**(1,258)**	1,810
Interest paid	28(b)	**(1,057)**	(231)
Proceeds from other borrowings	28(b)	**5,000**	–
Repayment of other borrowings	28(b)	**(1,500)**	–
Proceeds from issuance of shares		**10,070**	13,538
Repayment of principal portion of leases liabilities	28(b)	**(2,431)**	(3,605)
Net cash from financing activities		**8,824**	11,512
Net increase/(decrease) in cash and cash equivalents		**17,039**	(13,916)
Net effect of foreign exchange rate changes		**–**	(12)
Cash and cash equivalents at the beginning of the year		**32,749**	46,677
Cash and cash equivalents at the end of the year	21(a)	**49,788**	32,749

The accompanying notes form an integral part of these consolidated financial statements.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

1 GENERAL INFORMATION

World Digital Economy Asset Group Limited (the "**Company**") was incorporated in the Cayman Islands as an exempted company with limited liability and its shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited. In the opinion of the Directors of the Company, the Company has no immediate and ultimate holding Company or ultimate controlling party. The Company's registered office is Windward 3, Regatta Office Park, P.O. Box 1350, Grand Cayman KY1-1108, Cayman Islands. The principal place of business of the Company is Unit B2, 8/F, Kingston International Centre, 19 Wang Chiu Road, Kowloon Bay, Kowloon, Hong Kong.

Pursuant to the special resolution of the shareholders of the Company on 9 January 2026, the English name of the Company has been changed from "China Supply Chain Holdings Limited" to "World Digital Economy Asset Group Limited" and the dual foreign name in Chinese name of the Company had been changed from "中國供應鏈產業集團有限公司" to "世界數字經濟產業集團有限公司".

The Company acts as an investment holding company and the principal activities of its subsidiaries are set out in Note 15 to the consolidated financial statements.

The consolidated financial statements are presented in thousands of Hong Kong dollar ("**HK$'000**"), unless otherwise stated, which is the functional currency of the Company.

2 MATERIAL ACCOUNTING POLICY INFORMATION

The principal accounting policies applied in the preparation of these consolidated financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Basis of preparation

The consolidated financial statements have been prepared in accordance with the HKFRS Accounting Standards which includes all Hong Kong Financial Reporting Standards ("**HKFRS**"), Hong Kong Accounting Standards ("**HKAS**"), and HK (IFRIC) Interpretations, HK Interpretations and HK (SIC) Interpretations (collectively referred to as "**Interpretations**"), issued by the HKICPA. In addition, the consolidated financial statements include applicable disclosures required by the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and by the Hong Kong Companies Ordinance.

The preparation of the consolidated financial statements in conformity with HKFRS Accounting Standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Group's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 4. The consolidated financial statements have been prepared under the historical cost convention, except for the financial assets at fair value through other comprehensive income at the end of each reporting period, as explained in the accounting policies set out as below.

The consolidated financial statements are prepared on a going concern basis.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

2 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

2.1 Basis of preparation (Continued)

(a) Amendments to HKFRS Accounting Standards that are mandatorily effective for the current year

In the current year, the Group has applied the following amendments to HKFRS Accounting Standards issued by the HKICPA for the first time, which are mandatorily effective for the annual periods beginning on 1 July 2025 for the preparation of the consolidated financial statements:

Amendments to HKAS 21	Lack of Exchangeability

The application of the amendments to HKFRS Accounting Standards in the current year has had no material impact on the Group's financial positions and performance for the current and prior years and/or on the disclosures set out in these consolidated financial statements.

(b) New and amendments to HKFRS Accounting Standards in issue but not yet effective

The Group has not early applied the following new and amendments to HKFRS Accounting Standards that have been issued but are not yet effective:

Amendment to HKFRS 9 and HKFRS 7	Amendments to the Classification and Measurement of Financial Instruments[2]
Amendment to HKFRS 9 and HKFRS 7	Contract Referencing Nature-dependent Electricity[2]
Amendments to HKAS 28	Fair Value Option for investments in Associates and Joint Ventures[3]
Amendment to HKFRS 10 and HKAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture[1]
Amendments to HKFRS Accounting Standards	Annual Improvements to HKFRS Accounting Standards – Volume 11[2]
Amendments to HKAS 21	Translation to a Hyperinflationary Presentation Currency[3]
HKFRS 18	Presentation and Disclosure in Financial Statements[3]

1 Effective for annual periods beginning on or after a date to be determined.
2 Effective for annual periods beginning on or after 1 January 2026.
3 Effective for annual periods beginning on or after 1 January 2027.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

2 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

2.1 Basis of preparation (Continued)

(b) New and amendments to HKFRS Accounting Standards in issue but not yet effective (Continued)

Except for the new and amendments to HKFRS Accounting Standards mentioned below, the Directors of the Company anticipate that the application of all other new and amendments to HKFRS Accounting Standards will have no material impact on the consolidated financial statements in the foreseeable future.

HKFRS 18 replaces HKAS 1 Presentation of Financial Statements, carrying forward many of the requirements in HKAS 1 unchanged and complementing them with new requirements. HKFRS 18 introduces new requirements for presentation within the statement of profit or loss, including specified totals and subtotals. Entities are required to classify all income and expenses within the statement of profit or loss into one of the five categories: operating, investing, financing, income taxes and discontinued operations, and to present two new defined subtotals. It also requires disclosures about management-defined performance measures in a single note and introduces enhanced requirements on the grouping (aggregation and disaggregation) and the location of information in both the primary financial statements and the notes. Some requirements previously included in HKAS 1 are moved to HKAS 8 Accounting Policies, Changes in Accounting Estimates and Errors, which is renamed as HKAS 8 Basis of Preparation of Financial Statements. As a consequence of the issuance of HKFRS 18, limited, but widely applicable, amendments are made to HKAS 7 Statement of Cash Flows, HKAS 33 Earnings Per Share and HKAS 34 Interim Financial Reporting. In addition, there are minor consequential amendments to other HKFRS Accounting Standards. HKFRS 18 and the consequential amendments to other HKFRS Accounting Standards will be effective for annual periods beginning on or after 1 January 2027 with earlier application permitted. Retrospective application is required. The Group is currently analysing the new requirements and assessing the impact of HKFRS 18 on the presentation and disclosure of the Group's financial statements.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

2 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

2.2 Principles of consolidation

Subsidiaries

Subsidiaries are all entities (including a structured entity) over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Subsidiaries are consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

Intercompany transactions, balances and unrealised gains on transactions between group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

Non-controlling interests in the results and equity of subsidiaries are shown separately in the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of financial position, respectively.

2.3 Separate financial statements

Investments in subsidiaries are accounted for at cost less impairment in the separate financial statements of the Company. Cost includes direct attributable costs of investment. The results of subsidiaries are accounted for by the Company on the basis of dividend received and receivable.

Impairment testing of the investments in subsidiaries is required upon receiving a dividend from these investments if the dividend exceeds the total comprehensive income of the subsidiaries in the period the dividend is declared or if the carrying amount of the investments in the separate financial statements exceeds the carrying amount in the consolidated financial statements of the investee's net assets including goodwill.

2.4 Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker (the "**CODM**"). The CODM, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Board of Directors, who makes strategic decisions.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

2 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

2.5 Foreign currency translation

(i) Functional and presentation currency

Items included in the consolidated financial statements of each of the Group entities are measured using the currency of the primary economic environment in which the entity operates (the "**functional currency**"). The consolidated financial statements are presented in HK$, which is the Group's presentation and the Company's functional currency.

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are recognised in profit or loss. Foreign exchange gains and losses are presented in the consolidated statement of profit or loss and other comprehensive income on a net basis within other income and gains.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss.

(iii) Group companies

The results and financial position of foreign operations (none of which has the currency of a hyperinflationary economy) that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- assets and liabilities for each statement of financial position presented are translated at the closing rate at the date of that statement of financial position,
- income and expenses for each statement of profit or loss are translated at average exchange rates (unless this is not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case income and expenses are translated at the dates of the transactions), and
- all resulting exchange differences are recognised in other comprehensive income.

On consolidation, exchange differences arising from the translation of any net investment in foreign entities, and of borrowings and other financial instruments designated as hedges of such investments, are recognised in other comprehensive income. When a foreign operation is sold or any borrowings forming part of the net investment are repaid, the associated exchange differences are reclassified to profit or loss, as part of the gain or loss on sale.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

2 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

2.5 Foreign currency translation (Continued)

(iii) Group companies (Continued)

Goodwill and fair value adjustments arising on the acquisition of a foreign operation are treated as assets and liabilities of the foreign operation and translated at the closing rate. Currency translation difference arising are recognised in other comprehensive income.

2.6 Property, plant and equipment

Property, plant and equipment are stated at historical cost less depreciation and impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to the consolidated statement of profit or loss and other comprehensive income during the financial period in which they are incurred.

The following property, plant and equipment are depreciated on a straight-line basis, at the following rates per annum:

Leasehold improvement	Over the shorter of the term of lease and 25% per annum

For other property, plant and equipment, they are depreciated on diminishing balance method at their estimated depreciation rates as below:

Machinery and equipment	15% per annum
Furniture, fixtures and office equipment	15% per annum
Motor vehicles	15% per annum

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each financial year.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposal are determined by comparing the proceeds with the carrying amount and are recognised in the consolidated statement of profit or loss and other comprehensive income.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

2 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

2.7 Leases

Leases are recognised as a right-of-use asset and a corresponding liability at the date at which the leased asset is available for use by the Group.

Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose any covenants other than the security interests in the leased assets that are held by the lessor. Leased assets may not be used as security for borrowing purposes.

Assets and liabilities arising from a lease are initially measured on a present value basis. Lease liabilities include the net present value of the fixed lease payments. Lease payments to be made under reasonably certain extension options are also included in the measurement of the liability.

The lease payments are discounted using the interest rate implicit in the lease. If that rate cannot be readily determined, which is generally the case for leases in the Group, the lessee's incremental borrowing rate is used, being the rate that the individual lessee would have to pay to borrow the funds necessary to obtain an asset of similar value to the right-of-use asset in a similar economic environment with similar terms, security and conditions.

To determine the incremental borrowing rate, the Group:

- where possible, uses recent third-party financing received by the individual lessee as a starting point, adjusted to reflect changes in financing conditions since third party financing was received; and
- makes any adjustments specific to the lease, e.g. term, country, currency and security.

Lease payments are allocated between principal and finance cost. The finance cost is charged to statement of profit or loss and other comprehensive income over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

Right-of-use assets are measured at cost comprising the following:

- the amount of the initial measurement of lease liability,
- any lease payments made at or before the commencement date less any lease incentives received, and
- any initial direct costs.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

2 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

2.7 Leases (Continued)

Right-of-use assets are generally depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis. If the Company is reasonably certain to exercise a purchase option, the right-of-use asset is depreciated over the underlying asset's useful life.

Payments associated with short-term leases of premises and all leases of low-valued assets are recognised on a straight-line basis as an expense in statement of profit or loss and other comprehensive income. Short-term leases are leases with a lease term of 12 months or less without a purchase option. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions.

2.8 Impairment of non-financial assets

Non-financial assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the carrying amount of the asset exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there is separately identifiable cash flows (cash-generating units). Non-financial assets other than goodwill that suffered an impairment are reviewed for possible reversal of the impairment at the end of the financial year.

2.9 Investments and other financial assets

2.9.1 Classification

The Group classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income ("OCI") or through profit or loss), and
- those to be measured at amortised cost.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

2 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

2.9 Investments and other financial assets (Continued)

2.9.1 Classification (Continued)

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or OCI. For investments in equity instruments that are not held for trading, this will depend on whether the Group has made an irrevocable election at the time of initial recognition to account for the equity investment at FVOCI.

2.9.2 Recognition and derecognition

Regular way purchases and sales of financial assets are recognised on trade-date, the date on which the Group commits to purchase or sell the asset. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Group has transferred substantially all the risks and rewards of ownership.

2.9.3 Measurement

At initial recognition, the Group measures a financial asset at its fair value plus transaction costs that are directly attributable to the acquisition of the financial asset, except for those investments measured at FVPL for which transaction costs are recognised directly in profit or loss.

Equity instruments

The Group subsequently measures all equity investments at fair value. Where the Group's management has elected to present fair value gains and losses on equity investments in OCI, there is no subsequent reclassification of fair value gains and losses to profit or loss following the derecognition of the investment. Dividends from such investments continue to be recognised in profit or loss as other income when the Group's right to receive payments is established.

Amortised cost

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Interest income from these financial assets is included in finance income using the effective interest rate method. Any gain or loss arising on derecognition is recognised directly in the consolidated statement of profit or loss and other comprehensive income. Impairment losses are presented as separate line item in the consolidated statement of profit or loss and other comprehensive income.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

2 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

2.9 Investments and other financial assets (Continued)

2.9.4 Impairment of financial assets

The Group assesses on a forward looking basis the expected credit losses (the "**ECL**") associated with its financial assets measured at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivables and contract assets, the Group applies the simplified approach permitted by HKFRS 9, which requires expected lifetime losses to be recognised from initial recognition of the receivables. Impairment on other financial assets at amortised cost is measured as either 12-month ECL or lifetime ECL, depending on whether there has been a significant increase in credit risk since initial recognition. If a significant increase in credit risk of a receivable has occurred since initial recognition, then impairment is measured as lifetime ECL.

The Group applies the general approach in HKFRS 9 to measure the ECL, which uses a three-stage model to calculate the loss allowances. According to the changes of credit risk of financial instruments since the initial recognition, the Group calculates the ECL by three stages:

Stage 1: A financial instrument of which the credit risk has not significantly increase since initial recognition. The amount equal to 12-month ECL is recognised as loss allowance.

Stage 2: A financial instrument with a significant increase in credit risk since initial recognition but is not considered to be credit-impaired. The amount equal to lifetime ECL is recognised as loss allowance.

Stage 3: A financial instrument is considered to be credit-impaired as at the end of the reporting period. The amount equal to lifetime ECL is recognised as loss allowance.

Assessment of significant increase in credit risk

Significant increase in credit risk is assessed by comparing the risk of default of an exposure at the reporting date with the risk of default at origination (after considering the passage of time). 'Significant' does not mean statistically significant nor is it reflective of the extent of the impact on the Group's consolidated financial statements. Whether a change in the risk of default is significant or not is assessed using quantitative and qualitative criteria, e.g. payment being past due by more than certain amounts of days.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

2 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

2.9 Investments and other financial assets (Continued)

2.9.4 Impairment of financial assets (Continued)

Assessment of credit-impaired

Credit-impaired financial assets comprise those assets that have experienced an observed credit event and are in default. Default represents those assets that are at least 90 days past due in respect of principal and interest payments and/or where the assets are otherwise considered unlikely to pay, such as bankruptcy, fraud or death. This definition is consistent with internal credit risk management and the regulatory definition of default.

2.10 Trade and other receivables

Trade receivables are amounts due from customers for services performed in the ordinary course of business. If collection of trade and other receivables is expected in one year or less (or in the normal operating cycle of the business if longer), they are classified as current assets.

Trade and other receivables are recognised initially at transaction prices and subsequently measured at amortised cost using the effective interest method, less allowance for impairment.

2.11 Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents include cash on hand, deposits with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value, and bank overdrafts.

2.12 Share capital

Ordinary shares are classified as equity.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

2 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

2.13 Trade and other payables

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Trade and other payables are classified as current liabilities if payment is due within one year or less (or in the normal operating cycle of the business, if longer). If not, they are presented as non-current liabilities.

Trade and other payables are initially recognised at fair value, and subsequently carried at amortised cost using the effective interest method.

2.14 Current and deferred income tax

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

(i) Current income tax

Current income tax for current and prior periods is recognised at the amount expected be paid to or recovered from the tax authorities, using the tax rates and tax laws that have been enacted or substantively enacted by the consolidated statement of financial position date. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions, where appropriate, on the basis of amounts expected to be paid to the tax authorities.

(ii) Deferred income tax

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from goodwill or from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profits nor the accounting profits and at the time of the transaction does not give rise to equal taxable and deductible temporary differences. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantively enacted by the end of the financial year period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred income tax assets are recognised only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

2 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

2.14 Current and deferred income tax (Continued)

(ii) Deferred income tax (Continued)

Deferred tax liabilities and assets are not recognised for temporary differences between the carrying amount and tax bases of investments in foreign operations where the company is able to control the timing of the reversal of the temporary differences and it is probable that the differences will not reverse in the foreseeable future.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the Group has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

(iii) Investment allowances and similar tax incentives

Companies within the Group may be entitled to claim special tax deductions for investments in qualifying assets or in relation to qualifying expenditure. The Group accounts for such allowances as tax credits, which means that the allowance reduces income tax payable and current tax expense.

2.15 Employee benefits

(i) Employee leave entitlements

Employee entitlements to annual leave are recognised when they accrue to employees. A provision is made for the estimated liability for annual leave as a result of services rendered by employees up to the reporting date.

Employee entitlements to sick leave and maternity leave are not recognised until the time of leave.

(ii) Bonus plans

The expected cost of bonus payments is recognised as a liability and an expense when the Group has a present legal or constructive obligation as a result of services rendered by employees and a reliable estimate of the obligation can be made.

Liabilities for bonus payments are expected to be settled within 12 months and are measured at the amounts expected to be paid when they are settled.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

2 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

2.15 Employee benefits (Continued)

(iii) Pension obligations

The Group has established a mandatory provident fund scheme ("**MPF Scheme**") in Hong Kong. The assets of the MPF Scheme are held in separate trustee-administered funds. Both the Group and the employees are required to contribute 5% of the employees' monthly relevant income up to a capped amount per employee.

The contributions to the MPF Scheme are recognised as employee benefit expense in the statement of profit or loss and other comprehensive income when they are due. The Group has no further payment obligations once the contributions have been paid. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments is available.

(iv) Short-term obligations

Liabilities for wages and salaries, including non-monetary benefits and accumulating sick leave that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the consolidated statement of financial position.

(v) Defined benefit plan

The employees employed under the Hong Kong Employment Ordinance are also entitled to long service payment ("**LSP**") if the eligibility criteria are met. The LSP are defined benefits plans. The amount of long service benefit that an employee will receive on cessation of employment in certain circumstances is defined by reference to the employee's length of service and corresponding salary. The legal obligations for any benefits remains with the Group. The LSP obligations recognised in the consolidated statement of financial position is the present value of the LSP obligation at the end of the reporting period. Management estimates the LSP obligations annually. This is based on the discount rate, the salary growth rate, turnover rate and the expected investment return on offsetable MPF accrued benefits. Discount factors are determined close to the end of each annual reporting period by reference to high quality corporate bonds that are denominated in the currency in which the benefits will be paid and have terms to maturity approximating the terms of the related defined benefit liability.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

2 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

2.15 Employee benefits (Continued)

(v) Defined benefit plan (Continued)

Defined benefit costs are categorised as follows:

- service cost (including current and past service cost, and gains and losses on curtailments and settlements);
- net interest expense or income; and
- remeasurement.

Service cost on the Group's defined benefit plan is included in employee benefit expenses. Employee contributions, all of which are independent of the number of years of service, are treated as a reduction of service cost.

Net interest expense on the net defined benefit liability is included in employee benefit expenses.

Gains and losses resulting from remeasurements of the net defined benefit liability, comprising actuarial gains and losses, are included in other comprehensive income and are not reclassified to profit or loss in subsequent periods.

2.16 Provisions

Provisions for legal claims, service warranties and make good obligations are recognised when the Group has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

Provision for defect liabilities is recognised for expected claim on defective works for completed construction projects, based on the Group's expectation and past experience of the level of repair works.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expense.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

2 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

2.17 Revenue recognition

Revenue is measured at the consideration received or receivable for the rendering of services in the ordinary course of the Group's activities.

If contracts involve the sale of multiple elements, the transaction price will be allocated to each performance obligation based on their relative stand-alone selling prices. If the stand-alone selling prices are not directly observable, they are estimated based on expected cost plus a margin or adjusted market assessment approach, depending on the availability of observable information.

Revenue is recognised when or as the control of the good or service is transferred to the customer. Depending on the terms of the contract and the laws that apply to the contract, control of the good or service may be transferred over time or at a point of time.

Revenue from building maintenance and/or renovation contract

The Group is a building maintenance and renovation service provider in Hong Kong. A contract with a customer is classified by the Group as a construction contract when the contract relates to work on assets under the control of the customer and therefore the Group's building maintenance and renovation activities create or enhance an asset under the customer's control.

Where the Group involves subcontractors to fulfill the performance obligations with its customers, the directors of the Group consider the terms and conditions of the contracts of the Group with its subcontractors and conclude that the Group is primarily responsible for provision of such services and has both the right to direct the use of and to obtain substantially all of the remaining benefits from the services/goods to be provided by the subcontractors. Therefore, the Group acts as a principal in delivering the performance obligation agreed with its customer and recognises the revenue in the gross amount to which it expects to be entitled, while recognising the amount payable to subcontractors as its costs of services provided.

The Group has to identify the performance obligations in contract. A performance obligation is a promise in a contract to transfer a good or service to a customer. Building maintenance services include general upkeep, restoration and improvement of existing facilities and facility components of buildings and surroundings. Building maintenance contract will provide a significant integration service including purchase of materials, arrangement of subcontractor and labour for the provision of services and the goods and services within the contract will be highly dependent on or highly integrated with other goods or services. As such, different elements of a building maintenance contract are accounted as a single performance obligation. The Group treated all of the building maintenance contracts as a single performance obligation, as the building maintenance works are not capable of being distinct.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

2 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

2.17 Revenue recognition (Continued)

Revenue from building maintenance and/or renovation contract (Continued)

Renovation works include alteration, upgrading and fitting-out works, installation of hardware and equipment; and other renovation works that upgrade the general condition of buildings and their facilities. Renovation contract will also provide a significant integration service including purchase of materials, arrangement of subcontractor and labour for the provision of services and the goods and services within the contract will be highly dependent on or highly integrated with other goods or services. As such, different elements of a renovation contract are accounted as a single performance obligation. The Group treated all of the renovation contracts as a single performance obligation, as the renovation works are not capable of being distinct.

When determining the transaction price at the inception of the contract, the Group takes into account the variable consideration based on the contract terms and considers factors such as whether there is any financing component. The Group considers whether the payment schedule is commensurate with the Group's performance and whether the delayed payment is for finance purpose. The Group assessed that there is no significant financing component in building maintenance and/or renovation contracts as the payment schedule commensurate closely to the Group's performance. Therefore, transaction price is not adjusted for any financing component.

Under HKFRS 15, revenue is recognised when, or as, performance obligations are satisfied through transfer of control of goods or services to a customer. A performance obligation is satisfied over time when at least one of the following criteria is met:

- the customer simultaneously receives and consumes the benefits provided by the Group's performance as the Group performs;
- the Group's performance creates or enhances an asset that the customer controls as the asset is created or enhanced; or
- the Group's performance does not create an asset with an alternative use to the Group and the Group has an enforceable right to payment for performance completed to date.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

2 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

2.17 Revenue recognition (Continued)

Revenue from building maintenance and/or renovation contract (Continued)

The Group recognised the revenue from the building maintenance and renovation contract progressively over time using the output method, which is to recognise revenue based on the value of construction works completed to date (as certified by external architects, surveyors or other representatives as appointed by customers (collectively the "External Technicians")) as a proportion of the total contract value of the relevant construction contracts, that best depict the Group's performance in transferring control of goods or services.

For contracts that contain variable consideration, the Group estimates the amount of consideration to which it will be entitled using either (a) the expected value method or (b) the most likely amount, depending on which method better predicts the amount of consideration to which the Group will be entitled.

The estimated amount of variable consideration is included in the transaction price only to the extent that it is highly probable that such an inclusion will not result in a significant revenue reversal in the future when the uncertainty associated with the variable consideration is subsequently resolved.

At the end of each reporting period, the Group updates the estimated transaction price (including updating its assessment of whether an estimate of variable consideration is constrained) to represent faithfully the circumstances present at the end of each reporting period and the change in circumstance during the reporting period.

When the Group determines that its contract has been modified, it should first determine whether the modification should be accounted for as a separate contract. The Group should account for a contract modification as a separate contract if the modification adds distinct goods or services to the contract and the price of the contract increases by an amount equal to the stand-alone selling prices of the additional distinct goods or services. When the Group accounts for a contract modification as a separate contract, the entity's accounting for the original contract is not affected by the modification. Any revenue recognised through the date of the modification is not adjusted, and remaining performance obligations will continue to be accounted for under the original contract. The new contract is accounted for separately from the original contract on a prospective basis.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

2 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

2.17 Revenue recognition (Continued)

Revenue from building maintenance and/or renovation contract (Continued)

When the building maintenance and renovation contract between the Group and the customers is modified:

(i) if the creation of new building maintenance services and renovation services and contract price are separately identified, and the new contract price reflects the separate selling price of the building maintenance services and renovation services, the Group will treat the contract modification as a separate contract for accounting;

(ii) if the contract modification does not belong to the above situation (i), and there is a clear distinction between transferred building maintenance services and renovation services and non-transferred building maintenance services and renovation services at the date of contract modification, the Group will regard it as the termination of the original contract. Meanwhile, the unperformed part of the original contract and the part of contract modification will be merged into a new contract for accounting;

(iii) if the contract does not belong to the above situation (i), and there is no clear distinction between transferred building maintenance services and renovation services and non-transferred building maintenance services and renovation services at the date of contract modification, the Group will treat the part of modification as the component of original contract for accounting. The effect that the contract modification has on the transaction price is recognised as an adjustment to revenue at the date of the contract modification.

For the loss making contracts, when it is probable that total contract cost will exceed total contract revenue, the expected loss is recognised as an expense immediately.

There is generally no material cost of obtaining contracts of the Group.

2.18 Contract assets and contract liabilities

Upon entering into a contract with a customer, the Group obtains rights to receive consideration from the customer and assume performance obligations to transfer goods or services to the customer. The combination of those rights and performance obligations give rise to a net asset or net liability depending on the relationship between the remaining rights and the performance obligations. The contract is an asset and recognised as contract assets if the measure of the remaining conditional rights to consideration exceeds the satisfied performance obligations. Conversely, the contract is a liability and recognised as contract liabilities if consideration received (or an amount of consideration is due) from the customer exceeds the measure of the remaining unsatisfied performance obligations.

In the consolidated statement of financial position, the contract assets mainly consist of unbilled revenue and retention receivables arising from the building maintenance and renovation contracts. Contract liabilities mainly consist of the Group's obligations to transfer the control of performance obligation to the customers for which the Group has received consideration from the customers.

A contract asset and a contract liability relating to the same contract are accounted for and presented on a net basis.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

2 MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

2.19 Interest income

Interest income is recognised using the effective interest method.

2.20 Sundry income

Sundry income is recognised on an accrual basis.

2.21 Earnings per share

(i) Basic earnings per share

Basic earnings per share is calculated by dividing the profit attributable to the owners of the Company, excluding any costs of servicing equity other than ordinary shares by the weighted average number of ordinary shares outstanding during the financial year, adjusted for bonus elements in ordinary shares issued during the year and excluding treasury shares.

(ii) Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares, and the weighted average number of additional ordinary shares that would have been outstanding assuming the conversion of all dilutive potential ordinary shares.

3 FINANCIAL AND CAPITAL RISK MANAGEMENT

3.1 Financial risk factors

The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk and cash flow and fair value interest rate risk), credit risk and liquidity risk. The Group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Group's financial performance. The Group did not use derivative financial instruments to hedge its risk exposures.

(a) Market risk

(i) Foreign exchange risk

Foreign exchange risk arises from future commercial transactions, recognised assets or liabilities denominated in a currency that is not the functional currency of the relevant group entity.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

3 FINANCIAL AND CAPITAL RISK MANAGEMENT (Continued)

3.1 Financial risk factors (Continued)

(a) Market risk (Continued)

(i) Foreign exchange risk (Continued)

The majority of the Group's transactions were denominated in its functional currency of relevant group entity. There are no significant financial assets and financial liabilities denominated in currencies other than the functional currency of relevant group entity for the year and at the year end. The Group is therefore not exposed to significant exchange risk.

Management closely monitors foreign currency exchange exposure and will take measures to minimise the currency translation risk. The Group manages its foreign exchange risk by performing regular reviews of the Group's net foreign exchange exposure. The Group has not used any hedging arrangement to hedge its foreign exchange risk exposure as management considers its exposure is not significant.

(ii) Cash flow and fair value interest rate risk

The Group's cash flow interest rate risk mainly arises from pledged bank deposits, and bank balances, which carry interests at variable rates. The Group is also exposed to fair value interest rate risk in relation to fixed-rate loan receivables, time deposits with original maturity over three months and other borrowings.

In the opinions of the directors of the Company, the interest income derived from the loan receivables, time deposits with original maturity over three months, pledged bank deposits and bank balances are insignificant and the Group's income and operating cash flows are substantially independent of changes in market interest rates. Accordingly, no sensitivity analysis is performed.

(b) Credit risk

As at 30 June 2026 and 2025, the Group's maximum exposure to credit risk which will cause a financial loss to the Company due to failure to discharge an obligation by the counterparties is arising from the carrying amounts of the respective recognised financial assets as stated in the consolidated statement of financial position.

The credit risk of the Group mainly arises from trade and other receivables, loan and interest receivables, contract assets, time deposits with original maturity over three months, pledged bank deposits and bank balances. The carrying amounts of these balances represent the Group's maximum exposure to credit risk in relation to financial assets.

3 FINANCIAL AND CAPITAL RISK MANAGEMENT (Continued)

3.1 Financial risk factors (Continued)

(b) Credit risk (Continued)

In order to minimise the credit risk, the management of the Group has delegated a team responsible for determination of credit limits, credit approvals and other monitoring procedures to ensure that follow up action is taken to recover overdue debts.

As at 30 June 2026, the Group had concentration of credit risk as 100% (2025: 99%) of its total trade receivables was due from its largest trade debtor, the Government of the Hong Kong Special Administrative Region (the "Government of HKSAR"). The directors of the Company believe the credit risk of the Government of HKSAR is low in view of its past good repayment history.

The Group applies the simplified approach permitted by HKFRS 9 to measure the ECL of trade receivables and contract assets.

For all other instruments, the Group applies general approach to measure the ECL, which is equal to 12-month ECL, unless when there has been a significant increase in credit risk since initial recognition, in which case the Group recognises lifetime ECL. The assessment of whether lifetime ECL should be recognised is based on significant increases in the likelihood or risk of a default occurring since initial recognition.

The Group considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout the year. To assess whether there is a significant increase in credit risk, the Group compares the risk of a default occurring on the asset at the end of the reporting date with the risk of default as at the date of initial recognition. It considers available reasonable and supportive forward-looking information. Especially the following indicators are incorporated:

- internal credit rating
- external credit rating
- actual or expected significant adverse changes in business, financial or economic conditions that are expected to cause a significant change to the debtor's ability to meet its obligations
- actual or expected significant changes in the operating results of the debtor
- significant increase in credit risk on other financial instruments of the debtor

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

3 FINANCIAL AND CAPITAL RISK MANAGEMENT (Continued)

3.1 Financial risk factors (Continued)

(b) Credit risk (Continued)

Trade receivables and contract assets

The Group applies the simplified approach permitted by HKFRS 9 to measure the ECL of trade receivables and contract assets. Trade receivables and contract assets are assessed individually for debtors with material carrying amount, known financial difficulties or significant doubt on collection of receivables. ECL are also estimated collectively by grouping the remaining debtors based on shared credit risk characteristics by reference to the nature and size of debtors, and applying ECL rates to the respective gross carrying amount of the trade receivables and contract assets. The ECL rates are based on estimation about risk of default, the corresponding historical credit loss experience, and adjusted to reflect current and forward-looking information such as macroeconomic factors affecting the ability of the debtors to settle the receivables.

Measurement of ECL on individual basis

As at 30 June 2026 and 2025, individual impairment assessment was performed on trade receivables and contract assets with material carrying amount, known financial difficulties or significant doubt on collection.

The estimated loss rates are estimated based historical financial performance of the debtors, credit risk characteristics of debtors with reference to the Group's internal credit rating and are adjusted for forward-looking information that is available without undue cost or effort. Such forward-looking information is used by the management of the Group to assess both the current as well as the forecast direction of conditions at the reporting date. The estimated loss rates are regularly reviewed by the management of the Group to ensure relevant information about specific debtors is updated. The contract assets have substantially the same risk characteristics as the trade receivables for the same type of contracts. The Group has therefore concluded that the loss rates for trade receivables are a reasonable approximation of the loss rates for contract assets.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

3 FINANCIAL AND CAPITAL RISK MANAGEMENT (Continued)

3.1 Financial risk factors (Continued)

(b) Credit risk (Continued)

Trade receivables and contract assets (Continued)

Measurement of ECL on individual basis (Continued)

The following table presents the balances of gross carrying amount and loss allowance in respect of the receivables assessed individually as at 30 June 2026 and 2025:

	As at 30 June 2026				As at 30 June 2025			
	Internal credit rating	**Trade receivables HK$'000**	**Internal credit rating**	**Contract assets HK$'000**	Internal credit rating	Trade receivables HK$'000	Internal credit rating	Contract assets HK$'000
Gross carrying amount	**Performing**	**48,529**	**Performing**	**66,639**	Performing	48,000	Performing	70,051
Loss allowance		**(12)**		**(17)**		(12)		(18)
Net carrying amounts		**48,517**		**66,622**		47,988		70,033
Expected loss rate		**0.03%**		**0.03%**		0.03%		0.03%

Measurement of ECL on collective basis

As part of the Group's credit risk management, the Group applies internal credit rating for its customers. Except for debtors that are with material carrying amount, known financial difficulties or significant doubt on collection of receivables subject to individual assessment as disclosed above, the estimated loss rates of debtors are estimated based on shared credit risk characteristics by reference to the nature and size of debtors and an analysis of the debtors' current financial position.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

3 FINANCIAL AND CAPITAL RISK MANAGEMENT (Continued)

3.1 Financial risk factors (Continued)

(b) Credit risk (Continued)

Trade receivables and contract assets (Continued)

Measurement of ECL on collective basis (Continued)

In order to minimise credit risk, the Group has tasked its management team to develop and maintain the Group's credit risk grading to categories exposures according to their degree of risk of default. The management team uses publicly available financial information and the Group's own trading records to rate its major customers and other debtors. The Group's exposure and the credit ratings of its counterparties are continuously monitored and the aggregate value of transactions concluded is spread amongst approved counterparties.

The movement in the impairment loss of trade receivables is set out below:

	2026 **HK$'000**	2025 HK$'000
At the beginning of the year	**12**	85
Provision for/(reversal of) impairment loss	**305**	(73)
Written off	**(305)**	–
At the end of the year	**12**	12

The movement in the impairment loss of contract assets is set out below:

	2026 **HK$'000**	2025 HK$'000
At the beginning of the year	**18**	80
Reversal of impairment loss	**(1)**	(62)
At the end of the year	**17**	18

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

3 FINANCIAL AND CAPITAL RISK MANAGEMENT (Continued)

3.1 Financial risk factors (Continued)

(b) Credit risk (Continued)

Deposits and other receivables and loan and interest receivables

The Group's current credit risk grading framework comprises the following categories:

Category	Description	Basis for recognising ECL
Performing	For financial assets where there has low risk of default or has not been a significant increase in credit risk since initial recognition and that are not credit impaired, such as government on department and public section organisation (refer to as Stage 1)	12-month ECL
Doubtful	For financial assets where there has been a significant increase in credit risk since initial recognition but that are not credit impaired (refer to as Stage 2)	Lifetime ECL — not credit impaired
Default	Financial assets are assessed as credit impaired when one or more events that have a detrimental impact on the estimated future cash flows of that asset have occurred (refer to as Stage 3)	Lifetime ECL — credit impaired
Write-off	There is evidence indicating that the debtor is in severe financial difficulty and the Group has no realistic prospect of recovery	Amount is written off

The Group adopted general approach for ECL of deposits and other receivables and loan and interest receivables. The Group assessed the ECL based on estimation about risk of default and expected loss rates, and judgment was used in making these assumptions and selecting the inputs to the impairment calculation, including the credit loss experience, historical settlement records, internal credit ratings, financial positions, relationships with debtors and other factors that impacted their ability of repayment. The management also took into account of existing market conditions and forward-looking information.

As at 30 June 2026, certain loan and interest receivables of approximately HK$33,914,000 (2025: HK$31,914,000) were secured by the equity interests of a company controlled by the borrower, the directors of the Company has not considered the collateral in its credit risk assessment because the collateral is not a highly liquid assets.

For the year ended 30 June 2025, the identified impairment loss on deposits and other receivables was immaterial.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

3 FINANCIAL AND CAPITAL RISK MANAGEMENT (Continued)

3.1 Financial risk factors (Continued)

(b) Credit risk (Continued)

Deposits and other receivables and loan and interest receivables (Continued)

The tables below details the credit risk exposures, which represent the gross carrying amount at the end of the reporting period, together with the credit quality of the Group's financial assets as well as the Group's maximum exposure to credit risk by credit risk rating grades.

Category	Internal credit rating	12-month ECL or lifetime ECL	2026 HK$'000	2025 HK$'000
Deposits and other receivables	Performing	12-month ECL	14,653	3,623
Loan and interest receivables	Default	Lifetime ECL-credit impaired	33,914	33,266

As at 30 June 2026 and 2025, the movements of impairment losses in respect of these individually assessed receivables is as follows:

	Loan and interest receivables HK$'000	Deposits and other receivables HK$'000	Total HK$'000
At 1 July 2024	40	–	40
Provision for impairment loss	2,645	–	2,645
At 30 June 2025 and 1 July 2025	2,685	–	2,685
Provision for impairment loss (Note)	8,916	513	9,429
At 30 June 2026	11,601	513	12,114

Note: For the year ended 30 June 2026, the increase in the provision for impairment loss on loan and interest receivables was mainly attributable to the increase in past due days of the outstanding balances, which directly resulted in a higher probability of default being applied in the Group's ECL assessment.

Time deposits with original maturity over three months, pledged bank deposits and bank balances

The credit risk on deposits with banks is limited because the counterparties are several reputable and creditworthy banks. Management does not expect any losses from non-performance by these banks and financial institutions as they have no default history in the past. Therefore, ECL rate of cash at banks is assessed to be immaterial and no provision was made as at 30 June 2026 and 2025.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

3 FINANCIAL AND CAPITAL RISK MANAGEMENT (Continued)

3.1 Financial risk factors (Continued)

(c) Liquidity risk

In the management of the liquidity risk, the Group monitors and maintains a level of cash and cash equivalents deemed adequate by the management to finance the Group's operations and mitigate the effects of fluctuations in cash flows. Due to the dynamic nature of the underlying business, the Group maintains flexibility in funding by maintaining availability under committed credit lines.

The table below analyses the Group's financial liabilities into relevant maturity groupings based on the remaining period at the consolidated statement of financial position date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows.

As at 30 June 2026	**Weighted average interest rate**	**On demand or within 1 year HK$'000**	**Between 1 and 2 years HK$'000**	**Total contractual undiscounted cash flow HK$'000**	**Carrying amount HK$'000**
Trade and other payables		**71,346**	**–**	**71,346**	**71,346**
Amounts due to directors		**552**	**–**	**552**	**552**
Other borrowings	**24%**	**3,500**	**–**	**3,500**	**3,500**
Lease liabilities	**2.39%**	**1,299**	**1,284**	**2,583**	**2,454**
		76,697	**1,284**	**77,981**	**77,852**

As at 30 June 2025	Weighted average interest rate	On demand or within 1 year HK$'000	Between 1 and 2 years HK$'000	Total contractual undiscounted cash flow HK$'000	Carrying amount HK$'000
Trade and other payables		82,072	–	82,072	82,072
Amounts due to directors		1,810	–	1,810	1,810
Lease liabilities	2.55%	2,903	15	2,918	2,856
		86,785	15	86,800	86,738

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

3 FINANCIAL AND CAPITAL RISK MANAGEMENT (Continued)

3.2 Capital risk management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns to the members and to maintain an optimal capital structure to reduce the cost of capital. The Group's overall strategy remains unchanged throughout the year.

The capital structure of the Group consists of debts which includes amounts due to directors, lease liabilities and other borrowings, and the equity attributable to the owners of the Company comprising issued share capital and reserves. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to the members, return capital to the members, issue new shares or sell assets to reduce debt.

The Group monitors capital on the basis of the gearing ratio. This ratio is calculated as the total debts divided by the total equity and the gearing ratios of the Group are as follows:

	2026	2025
	HK$'000	HK$'000
Total borrowings	**6,506**	4,666
Total equity	**140,167**	145,035
Gearing ratio	**4.6%**	3.2%

3.3 Fair value estimation

The table below analyses financial instruments carried at fair value, by level of the inputs to valuation techniques used to measure fair value. Such inputs are categorised into three levels within a fair value hierarchy as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within level 1 that are observable for the assets or liabilities, either directly (that is, as prices) or indirectly (that is, derived from prices).

Level 3: Inputs for the assets or liabilities that are not based on observable market data (that is, unobservable inputs).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

3 FINANCIAL AND CAPITAL RISK MANAGEMENT (Continued)

3.3 Fair value estimation (Continued)

The carrying amounts of Group's financial assets and liabilities, including trade and other receivables, loan and interest receivables, contract assets, time deposits with original maturity over three months, pledged bank deposits, cash and cash equivalents, trade and other payables, amounts due to directors, other borrowings, and lease liabilities approximate their fair values due to their short maturities. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Group for similar financial instruments, unless the discounting effect is insignificant.

The following table presents the fair value hierarchy of the Group's financial assets that are measured at fair value as at 30 June 2026 and 2025.

	Level 1 HK$'000	Level 2 HK$'000	Level 3 HK$'000	Total HK$'000
As at 30 June 2026				
Financial assets at FVOCI				
— unlisted investment	**–**	**–**	**6,577**	**6,577**
As at 30 June 2025				
Financial assets at FVOCI				
— unlisted investment	**–**	**–**	**8,806**	**8,806**

There was no transfer of financial assets between the fair value hierarchy classification during the years ended 30 June 2026 and 2025.

Reconciliation for financial instruments carried at fair value based on significant unobservable input (level 3) are as follows:

Financial assets at FVOCI

	2026 HK$'000	2025 HK$'000
At the beginning of the year	**8,806**	10,000
Fair value change recognised in other comprehensive income	**(2,229)**	(1,194)
At the end of the year	**6,577**	8,806

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

3 FINANCIAL AND CAPITAL RISK MANAGEMENT (Continued)

3.3 Fair value estimation (Continued)

Financial assets at FVOCI (Continued)

The table below sets out information about significant inputs used at year end in measuring financial instruments categorised as level 3 in the fair value hierarchy.

	Exposure HK$'000	Valuation technique	Significant unobservable input
Unlisted equity investment at FVOCI	HK$6,577 (2025: HK$8,806)	Discounted cash flow method (2025: Discounted cash flow method)	Discount rate: 14.62% (2025: 14.90%) (Note)

Note: It is estimated that, with all other variables held constant, a higher discount rate would result in a lower fair value of the financial assets at FVOCI.

As at 30 June 2026 and 2025, the fair value of the financial assets at FVOCI have been arrived on the basis of a valuation carried out by Libra Appraisal Limited, independent qualified professional valuers not connected to the Group.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Group makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS (Continued)

(a) Revenue recognition in respect of building maintenance services and renovation services

Revenue was recognised over time based on the progress measured using an output method — satisfaction of that performance obligation of the building maintenance services and renovation services by reference to the value of construction works completed to date as certified by external technicians as a proportion of the total contract value of the relevant construction contracts, which involves significant management judgment and estimation of the value of each work order. During the assessment process, the actual value of completed work orders and contract maybe higher or lower than the estimates and will affect the Group's revenue recognised.

(b) Impairment for trade receivables and contract assets

The Group applies the simplified approach permitted by HKFRS 9 to measure the ECL which uses a lifetime ECL allowance for trade receivables and contract assets. The ECL are assessed individually for debtors with material carrying amount, known financial difficulties or significant doubt on collection of receivables. ECL are also estimated collectively by grouping the remaining debtors based on shared credit risk characteristics by reference to the nature and size of debtors, and applying ECL rates to the respective gross carrying amount of the trade receivables and contract assets. The ECL rates are based on estimation about risk of default, the corresponding historical credit loss experience, ageing of overdue receivable, and adjusted to reflect current and forward-looking information.

The Group uses judgment in making these assumptions and selecting the inputs to the impairment calculation. Changes in these assumptions and estimates could materially affect the result of the assessment and it may be necessary to make additional impairment loss to the consolidated statement of profit or loss and other comprehensive income.

(c) Impairment for loan and interest receivables

The Group makes provision for impairment of loan and interest receivables based on estimation about risk of default, expected loss rates. The Group uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on the credit loss experience, settlement records, internal credit ratings, collateral values, relationships with debtors, existing market conditions and forward-looking information.

(d) Current and deferred income tax

Significant judgment is required in determining the provision for income tax. There are many transactions and calculations for which the ultimate determination is uncertain. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such difference will impact the current tax and deferred tax assets and liabilities in the period in which such determination is made. Deferred tax assets relating to certain temporary differences and tax losses are recognised when management considers it is probable that future taxable profit will be available against which the temporary differences or tax losses can be utilised. The outcome of their actual utilisation may be different.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

5 SEGMENT INFORMATION

(a) Segment revenue and results

Operating segments are reported in a manner consistent with the internal reporting provided to the CODM.

The Company's executive directors monitor the operating results of its operating segment for the purpose of making decisions about resource allocation and performance assessment.

The CODM has been identified as the executive directors of the Company. The executive directors consider the segment from a business perspective. The Group has two (2025: two) operating segments that qualify as reporting segment under HKFRS 8 and the information that is regularly reviewed by the executive directors for the purposes of allocating resources and assessing performance of the following operating segments:

(i) building maintenance services; and

(ii) renovation services

The segment results and other segment items are as follows:

	Segment revenue		Segment results	
	2026	2025	**2026**	2025
	HK$'000	HK$'000	**HK$'000**	HK$'000
Building maintenance services	**514,803**	528,594	**26,998**	27,744
Renovation services	**104,373**	70,519	**5,844**	4,158
Total segment	**619,176**	599,113	**32,842**	31,902
Other income and gains			**2,767**	2,775
Provision for impairment loss on financial assets, net			**(9,343)**	(2,645)
Administrative expenses			**(37,082)**	(33,489)
Finance costs			**(1,033)**	(142)
Loss before tax			**(11,849)**	(1,599)

The accounting policies of the operating segments are the same as the Group's accounting policies described in Note 2 to the consolidated financial statements. Segment results represent the profit earned by each segment without allocation of other income and gains, provision for impairment loss on certain financial assets, net, certain administrative expenses and certain finance costs. This is the measure reported to the CODM for the purposes of resource allocation, other borrowings and performance assessment. There were no inter-segment sales between different business segments for the years ended 30 June 2026 and 2025.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

5 SEGMENT INFORMATION (Continued)

(b) Segment assets and liabilities

The following is an analysis of the Group's assets and liabilities by reportable and operating segments:

	2026 **HK$'000**	2025 HK$'000
Segment assets		
Building maintenance services	**115,065**	120,312
Renovation services	**6,340**	3,412
Total segment assets	**121,405**	123,724
Unallocated corporate assets	**107,662**	116,505
Total assets	**229,067**	240,229
Segment liabilities		
Building maintenance services	**58,001**	76,794
Renovation services	**6,414**	3,749
Total segment liabilities	**64,415**	80,543
Unallocated corporate liabilities	**24,485**	14,651
Total liabilities	**88,900**	95,194

For the purpose of monitoring segment performance and allocating resources between segments:

- all assets are allocated to operating segments other than certain property, plant and equipment, certain right-of-use assets, rental deposits, certain other receivables, loan and interest receivables, time deposits with original maturity over three months, pledged bank deposits and cash and cash equivalents as these assets are managed on a group basis.
- all liabilities are allocated to operating segments other than long service payment obligations, certain lease liabilities, deferred income tax liabilities, amounts due to director, other borrowings and certain other payables as these liabilities are managed on a group basis.

In measuring the Group's segment assets and liabilities, lease liabilities of approximately HK$15,000 (2025: HK$1,033,000) were allocated to building maintenance segment.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

5 SEGMENT INFORMATION (Continued)

(c) Other segment information

	Building maintenance services HK$'000	Renovation services HK$'000	Unallocated HK$'000	Total HK$'000
For the year ended 30 June 2026				
Amounts included in the measure of segment profit or segment assets:				
Additions to right-of-use assets	–	–	2,439	2,439
Depreciation of property, plant and equipment	(167)	–	(238)	(405)
Depreciation of right-of-use assets	(212)	–	(1,362)	(1,574)
Loss on disposal of property, plant and equipment	(24)	–	(82)	(106)
Provision for impairment loss on financial and contract assets, net	(70)	(320)	–	(390)
Finance costs	(24)	–	–	(24)
Amounts regularly provided to the CODM but not included in the measure of segment profit or segment assets:				
Bank interest income	–	–	782	782
Gain on lease termination	–	–	48	48
Provision for impairment loss on financial assets, net	–	–	(9,343)	(9,343)
Finance costs	–	–	(1,033)	(1,033)
Income tax expense	–	–	(1,028)	(1,028)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

5 SEGMENT INFORMATION (Continued)

(c) Other segment information (Continued)

	Building maintenance services HK$'000	Renovation services HK$'000	Unallocated HK$'000	Total HK$'000
For the year ended 30 June 2025				
Amounts included in the measure of segment profit or segment assets:				
Additions to right-of-use assets	2,372	–	–	2,372
Depreciation of property, plant and equipment	(46)	–	(293)	(339)
Depreciation of right-of-use assets	(682)	–	(2,060)	(2,742)
Loss on disposal of property, plant and equipment	(48)	–	–	(48)
Reversal of impairment loss on financial and contract assets, net	92	43	–	135
Finance costs	(89)	–	–	(89)
Amounts regularly provided to the CODM but not included in the measure of segment profit or segment assets:				
Bank interest income	–	–	954	954
Provision for impairment loss on financial assets, net	–	–	(2,645)	(2,645)
Finance costs	–	–	(142)	(142)
Income tax expense	–	–	(478)	(478)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

5 SEGMENT INFORMATION (Continued)

(d) Geographical information

The Group's revenue from external customers by location of operations and non-current assets by geographical location are all derived and located in Hong Kong (place of domicile) for the years ended 30 June 2026 and 2025.

(e) Information about major customers

For the year ended 30 June 2026, there was one customer (2025: one customer) which individually contributed over 10% of the Group's total revenue. The revenue contributed from this customer was as follows:

	2026	2025
	HK$'000	HK$'000
Customer A (note)	**514,803**	528,594

Note: Revenue derived from building maintenance service segment.

6 REVENUE FROM CONTRACTS WITH CUSTOMERS

(a) Disaggregation of revenue from contracts with customers

	2026	2025
	HK$'000	HK$'000
Revenue from contracts with customers within the scope of HKFRS 15:		
Rendering of services, recognised over time		
– Building maintenance services	**514,803**	528,594
– Renovation services	**104,373**	70,519
	619,176	599,113

Transaction price allocated to the remaining performance obligations

As at 30 June 2026, the aggregate amount of transaction price allocated to the performance obligations that are unsatisfied (or partially satisfied) is approximately HK$785,660,000 (2025: HK$1,145,960,000). The amount represents revenue expected to be recognised in the future from construction contracts of the building maintenance services and renovation services. The Group will recognise this revenue as the service is completed, which is expected to occur within two years (2025: within two years).

The above amount does not include variable consideration which is constrained.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

6 REVENUE FROM CONTRACTS WITH CUSTOMERS (Continued)

(b) Performance obligations for contracts with customers

The Group provides services on (1) building maintenance and (2) renovation. Such services are recognised as a performance obligation satisfied over time as the Group create or enhance an asset that the customer controls as the asset is created or enhanced. Revenue is recognised by reference to the progress towards complete satisfaction of relevant performance obligation using output method.

Retention receivables, prior to expiration of defect liability period, are classified as contract assets, which ranges from one to two years from the date of the practical completion of the construction. The relevant amount of contract assets is reclassified to trade receivables when the defect liability period expires. The defect liability period serves as an assurance that the construction services performed comply with agreed upon specifications and such assurance cannot be purchased separately.

Assets and liabilities related to contracts with customers

The Group has recognised the following assets and liabilities related to contracts with customers:

	30 June 2026 HK$'000	30 June 2025 HK$'000
Total contract assets:		
– Building maintenance services	**61,442**	67,659
– Renovation services	**5,180**	2,374
	66,622	70,033
Comprising:		
Unbilled revenue of building maintenance services	**61,442**	67,659
Unbilled revenue of renovation services	**–**	3
Retention receivables of renovation services	**5,180**	2,371
Total contract assets, net	**66,622**	70,033

Contract assets are related to both building maintenance services and renovation services contracts.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

6 REVENUE FROM CONTRACTS WITH CUSTOMERS (Continued)

(b) Performance obligations for contracts with customers (Continued)

Assets and liabilities related to contracts with customers (Continued)

The movements of the contract assets, net of ECL impairment are as follows:

	2026	2025
	HK$'000	HK$'000
At the beginning of the year	**70,033**	69,861
Additions	**619,176**	599,113
Transfer to trade receivables	**(622,588)**	(599,003)
Reversal of ECL allowance	**1**	62
At the end of the year	**66,622**	70,033

Details of the ECL assessment on contract assets are disclosed in Note 3.1(b) to the consolidated financial statements.

There has been no change in the estimation techniques or significant assumptions made during the current year in assessing the impairment loss for contract assets.

No contract liabilities related to/for building maintenance and renovation contracts were recognised as at 30 June 2026 and 2025 as there was no prepayment for the contract activities as at year end.

7 OTHER INCOME AND GAINS

	2026	2025
	HK$'000	HK$'000
Bank interest income	**782**	954
Loans interest income	**1,933**	1,821
Gain on lease termination	**48**	–
Others	**4**	–
	2,767	2,775

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

8 EXPENSES BY NATURE

	2026 HK$'000	2025 HK$'000
Auditor's remuneration	**880**	800
Depreciation of property, plant and equipment (Note 16)	**405**	339
Depreciation of right-of-use assets (Note 17)	**1,574**	2,742
Employee benefit costs (including directors' emoluments) (Note 10)	**49,619**	53,994
Subcontracting expenses	**553,312**	530,916
Consultancy fee	**2,357**	1,017
Transportation expenses	**41**	157
Legal and professional fee	**854**	1,787
Levy	**294**	241
Motor vehicle expenses	**1,261**	1,390
Loss on disposal of property, plant and equipment (Note 28(c))	**106**	48
Short-term lease payments	**1,319**	152
Others	**10,980**	7,163
Total cost of sales and administrative expenses	**623,002**	600,746

9 PROVISION FOR IMPAIRMENT LOSS ON FINANCIAL AND CONTRACT ASSETS, NET

	2026 HK$'000	2025 HK$'000
Provision for/(reversal of) impairment loss on:		
– trade receivables	**305**	(73)
– contract assets	**(1)**	(62)
– loan and interest receivables	**8,916**	2,645
– deposits and other receivables	**513**	–
	9,733	2,510

10 EMPLOYEE BENEFIT COSTS (INCLUDING DIRECTORS' EMOLUMENTS)

	2026 HK$'000	2025 HK$'000
Fees	**440**	396
Wages, salaries, and other benefits	**47,747**	52,075
Retirement fund contributions	**1,342**	1,435
Long service payment obligations	**90**	88
	49,619	53,994
Including in		
– cost of sales	**26,654**	29,320
– administrative expenses	**22,965**	24,674
	49,619	53,994

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

10 EMPLOYEE BENEFIT COSTS (INCLUDING DIRECTORS' EMOLUMENTS) (Continued)

(a) Benefits and interest of directors

(i) Directors' emoluments

The remuneration of directors for are set out below:

	Fees HK$'000	Wages, salaries and other benefits HK$'000	Discretionary bonuses HK$'000	Retirement fund contributions HK$'000	Total HK$'000
For the year ended 30 June 2026					
Executive directors					
Li Jing (appointed on 28 October 2025) (note ii)	–	–	–	–	–
Woo Lan Ying (appointed on 9 January 2026)	–	172	–	–	172
Yang Hongwei (appointed on 6 January 2025 and retired on 12 December 2025)	–	54	–	–	54
Wong Ka Shing (resigned on 9 January 2026) (Note i)	–	314	–	10	324
Lai Aizhong (retired on 12 December 2025)	–	54	–	–	54
Non-executive director					
Li Kai Lai Miranda (appointed on 28 October 2025)	65	–	–	–	65
Independent non-executive directors					
Zheng Haipeng (retired on 12 December 2025)	59	–	–	–	59
Wang Xiaojia (retired on 12 December 2025)	59	–	–	–	59
Sun Qunying (retired on 12 December 2025)	59	–	–	–	59
Xu Guang Xun (appointed on 15 December 2025)	66	–	–	–	66
Lam Cheung Shing Richard (appointed on 15 December 2025)	66	–	–	–	66
Chu Yeuk Mong (appointed on 15 December 2025)	66	–	–	–	66
	440	594	–	10	1,044

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

10 EMPLOYEE BENEFIT COSTS (INCLUDING DIRECTORS' EMOLUMENTS) (Continued)

(a) Benefits and interest of directors (Continued)

(i) Directors' emoluments (Continued)

The remuneration of directors are set out below: (Continued)

	Fees HK$'000	Wages, salaries and other benefits HK$'000	Discretionary bonuses HK$'000	Retirement fund contributions HK$'000	Total HK$'000
For the year ended 30 June 2025					
Executive directors					
Ma Huijun (ceased on 30 December 2024)	–	60	–	–	60
Yang Hongwei (appointed on 6 January 2025 and retired on 12 December 2025)	–	58	–	–	58
Wong Ka Shing (Chief Executive Officer ("CEO")) (Note i)	–	582	480	18	1,080
Lai Aizhong (retired on 12 December 2025)	–	120	–	–	120
Independent non-executive directors					
Zheng Haipeng (retired on 12 December 2025)	132	–	–	–	132
Wang Xiaojia (retired on 12 December 2025)	132	–	–	–	132
Sun Qunying (retired on 12 December 2025)	132	–	–	–	132
	396	820	480	18	1,714

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

10 EMPLOYEE BENEFIT COSTS (INCLUDING DIRECTORS' EMOLUMENTS) (Continued)

(a) Benefits and interest of directors (Continued)

(i) Directors' emoluments (Continued)

Notes:

(i) Emoluments also included those for service rendered as CEO.

(ii) The director agreed to waive his emoluments of approximately HK$244,000 for the year ended 30 June 2026.

The executive directors' emoluments shown above were for their services in connection with the management of the affairs of the Group and the Company. The non-executive directors and the independent non-executive directors' emoluments shown above were for their services as directors of the Company.

(ii) Directors' retirement and termination benefits

No retirement benefits were paid to or receivable by any directors in respect of their other services in connection with the management of the affairs of the Company or its subsidiaries undertaking during the year ended 30 June 2026 (2025: Nil).

No payment was made to the directors as compensation for early termination of the appointment during the year ended 30 June 2026 (2025: Nil).

(iii) Consideration provided to third parties for making available directors' services

No payment was made to any former employers of the directors for making available the services of them as a director of the Company during the year ended 30 June 2026 (2025: Nil).

(iv) Information about loans, quasi-loans and other dealings in favour of directors, controlled bodies corporate by and connected entities with such directors

There were no other loans, quasi-loans and other dealings in favour of the directors, controlled bodies corporate by and connected entities with such directors during the year ended 30 June 2026 (2025: Nil).

(v) Directors' material interests in transactions, arrangements or contracts

No significant transactions, arrangements and contracts in relation to the Group's business to which the Group was a party and in which a director of the Company had a material interest, whether directly or indirectly, subsisted at the end of the year or at any time during the year ended 30 June 2026 (2025: Nil).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

10 EMPLOYEE BENEFIT COSTS (INCLUDING DIRECTORS' EMOLUMENTS) (Continued)

(b) Five highest paid individuals

The five individuals whose emoluments were the highest in the Group included no director respectively, whose emoluments were reflected in the analysis presented in Note 10(a) during the year ended 30 June 2026 (2025: none). The emoluments paid/payable to the five individuals (2025: five) are as follows:

	2026	2025
	HK$'000	HK$'000
Wages, salaries and other benefits	**13,620**	14,249
Retirement fund contributions	**72**	72
	13,692	14,321

The emoluments were within the following bands:

	Number of individuals	
	2026	2025
Nil to HK$1,000,000	**2**	2
HK$3,500,001 to HK$4,000,000	**2**	2
HK$4,000,001 to HK$4,500,000	**1**	–
HK$4,500,001 to HK$5,000,000	**–**	1
	5	5

No director or any of the five highest paid individuals received any emoluments from the Group as an inducement to join or upon joining the Group, or as compensation for loss of office.

11 FINANCE COSTS

	2026	2025
	HK$'000	HK$'000
Interests on lease liabilities	**67**	231
Interests on other borrowings	**990**	–
	1,057	231

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

12 INCOME TAX EXPENSE

Under the two-tiered profits tax rates regime of Hong Kong profits tax, the first HK$2 million of profits of the qualifying group entity will be taxed at 8.25%, and profits above HK$2 million will be taxed at 16.5%. The profits of group entities not qualifying for the two-tiered profits tax rates regime will continue to be taxed at a flat rate of 16.5%. Accordingly, the Hong Kong profits tax of the qualifying group entity is calculated at 8.25% on the first HK$2 million of the estimated assessable profits and at 16.5% on the estimated assessable profits above HK$2 million for the years ended 30 June 2026 and 2025.

Under the Law of the People's Republic of China on Enterprise Income Tax (the "EIT Law") and Implementation Regulation of the EIT Law, the tax rate of the People's Republic of China (the "PRC") subsidiaries is 25%. No provision for EIT had been made as the estimated assessable profits are set off by the available tax losses for the years ended 30 June 2026 and 2025.

Pursuant to the rules and regulations of the Cayman Islands and the BVI, the Group is not subject to any income tax in the Cayman Islands and the BVI.

The income tax expense in the consolidated statement of profit or loss and other comprehensive income represented:

	2026 **HK$'000**	2025 HK$'000
Provision for Hong Kong Profits Tax:		
– Current year	**1,019**	403
– Underprovision in prior year	**1**	–
Deferred tax credit (Note 24)	**8**	75
Income tax expense	**1,028**	478

The income tax expense can be reconciled to the loss before tax per the consolidated statement of profit or loss and other comprehensive income as follows:

	2026 **HK$'000**	2025 HK$'000
Loss before tax	**(11,849)**	(1,599)
Calculated at a tax rate of 16.5% (2025: 16.5%)	**(1,955)**	(263)
Tax effect of different tax rate in other jurisdictions	**–***	–*
Tax effect of income not taxable for tax purposes	**(136)**	(175)
Tax effect of expenses not deductible for tax purposes	**424**	1,358
Tax effect of unrecognised temporary differences	**1,471**	–
Tax effect of two-tiered profits tax rates regime	**(165)**	(165)
Underprovision in prior year	**1**	–
Tax effect of tax loss not recognised	**1,388**	–
Utilisation of tax losses previously not recognised	**–**	(277)
Income tax expense	**1,028**	478

* less than 1,000

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

13 LOSS PER SHARE

(a) Basic loss per share

Basic loss per share is calculated by dividing the loss attributable to the owners of the Company by the weighted average number of ordinary shares in issue during the year.

	2026	2025 (Restated)
Loss attributable to the owners of the Company (HK$'000)	**(12,905)**	(2,101)
Weighted average number of ordinary shares in issue (in thousands)	**672,200**	606,911
Basic loss per share (HK cents)	**(1.92)**	(0.35)

The weighted average number of ordinary shares for the purpose of calculating the basic and diluted loss per share for both years have been adjusted for the effect of the share consolidation (Note 27(i)) during the year ended 30 June 2026. Accordingly, the basic and diluted loss per share for the year ended 30 June 2025 are restated.

(b) Diluted loss per share

For the years ended 30 June 2026 and 2025, diluted loss per share is the same as basic loss per share as there were no potential dilutive ordinary shares.

14 SHARE OPTION SCHEME

The Company's share option scheme was adopted pursuant to the written resolution passed on 18 December 2014 (the "**Scheme**") to attract and retain the best available personnel, to provide additional incentive to eligible participants and to promote the success of the business of the Group.

Eligible participants of the share option scheme include employees (full-time and part-time), directors, consultants, advisors, distributors, contractors, suppliers, agents, customers, business partners or service providers of the Group.

The Scheme has a term of ten years commencing on the date on the adoption date (i.e. 18 December 2014) and has expired on 17 December 2024.

No share option has been granted since the adoption of the share option scheme and there is no outstanding share option as at 30 June 2025.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

15 SUBSIDIARIES

Details of the principal subsidiaries of the Company as at 30 June 2026 and 2025 are as follows. Unless otherwise stated, they have share capital consisting solely of ordinary shares that are held directly by the Group, and the proportion of ownership interests held equals the voting rights held by the Group.

Name of subsidiaries	Place and date of incorporation/ establishment and operation	Particulars of share capital	Equity interest attributable to the Group 2026	2025	Principal activities
Directly held by the Company:					
ABO Group Limited	The BVI 7 September 2006	United States Dollar ("**USD**") 89,600	**100%**	100%	Investment holding
Wealth Agricultural Products Supply Chain (Hong Kong) Limited (formerly known as China Agricultural Products Supply Chain (Hong Kong) Limited)	Hong Kong 3 May 2022	HK$20,000	**100%**	100%	Investment holding
Digital Economy Holdings Limited	The BVI 21 November 2025	USD50,000	**100%**	N/A	Investment holding
Soho Funds Investment Limited	Hong Kong 13 May 2010	HK$1	**100%**	100%	Investment holding
Indirectly held by the Company:					
Sing Fat Construction Company Limited	Hong Kong 8 February 1960	HK$22,200,000 (2025: HK$10,200,000)	**99.82%**^	99.61%	Provision of building maintenance and renovation services
Shenzhen Boshang Information Consulting Co., Ltd #* (深圳市博商信息諮詢有限公司	The PRC 15 October 2016	Registered and paid up capital Renminbi ("**RMB**") 30,000,000	**100%**	100%	Investment holding
Zhanjiang Zhonghui Supply Chain Management Co., Ltd. ("Zhonghui")#* (湛江眾匯供應鏈管理有限公司)	The PRC 22 November 2023	Registered capital RMB50,000,000 and paid up capital RMBNil (Note)	**100%**	100%	Supply chain management services

Note: The registered capital of Zhonghui is RMB50,000,000. As at 30 June 2026 and 2025, the Group has contributed RMBNil and the capital commitment is RMB50,000,000.

All the subsidiaries are limited liability company. None of the subsidiaries had issued any debt securities at the end of the year.

The entity is registered as wholly foreign owned enterprises under the PRC law.

^ During the year ended 30 June 2026, this subsidiary further allotted 120,000 shares at HK$12,000,000 to the Group, and accordingly the Group's effective interest increased from 99.61% to 99.82%. As a result, the difference in the interests of non-controlling interests has been reflected in other reserves.

* For identification purpose only

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

16 PROPERTY, PLANT AND EQUIPMENT

	Leasehold improvement HK$'000	Machinery and equipment HK$'000	Furniture, fixtures and office equipment HK$'000	Motor vehicles HK$'000	Total HK$'000
COST:					
At 1 July 2024	899	418	1,583	3,518	6,418
Disposals	–	–	–	(723)	(723)
At 30 June 2025 and 1 July 2025	899	418	1,583	2,795	5,695
Transfer from right-of-use assets	–	–	–	3,046	3,046
Disposals	(899)	–	–	(628)	(1,527)
At 30 June 2026	–	418	1,583	5,213	7,214
ACCUMULATED DEPRECIATION:					
At 1 July 2024	864	406	1,335	1,527	4,132
Charge for the year (Note (a))	35	2	37	265	339
Written back upon disposals	–	–	–	(420)	(420)
At 30 June 2025 and 1 July 2025	899	408	1,372	1,372	4,051
Charge for the year (Note (a))	–	2	32	371	405
Transfer from right-of-use assets	–	–	–	973	973
Written back upon disposals	(899)	–	–	(484)	(1,383)
At 30 June 2026	–	410	1,404	2,232	4,046
CARRYING AMOUNTS:					
At 30 June 2026	–	8	179	2,981	3,168
At 30 June 2025	–	10	211	1,423	1,644

Notes:

(a) Depreciation expense of approximately HK$167,000 (2025: HK$46,000) and HK$238,000 (2025: HK$293,000) has been charged in cost of sales and administrative expenses, respectively.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

17 RIGHT-OF-USE ASSETS AND LEASE LIABILITIES

This note provides information for leases where the Group is a lessee.

(a) Right-of-use assets

	Office premises HK$'000	Motor vehicles equipment HK$'000	Total HK$'000
COST:			
At 1 July 2024	**11,072**	**1,066**	**12,138**
Additions	**–**	**2,372**	**2,372**
Derecognition	**(6,952)**	**–**	**(6,952)**
At 30 June 2025 and 1 July 2025	**4,120**	**3,438**	**7,558**
Additions	**2,439**	**–**	**2,439**
Transfer to property, plant and equipment	**–**	**(3,046)**	**(3,046)**
Derecognition	**(4,120)**	**–**	**(4,120)**
At 30 June 2026	**2,439**	**392**	**2,831**
ACCUMULATED DEPRECIATION:			
At 1 July 2024	**7,288**	**200**	**7,488**
Charge for the year	**2,060**	**682**	**2,742**
Derecognition	**(6,952)**	**–**	**(6,952)**
At 30 June 2025 and 1 July 2025	**2,396**	**882**	**3,278**
Charge for the year	**1,362**	**212**	**1,574**
Transfer to property, plant and equipment	**–**	**(973)**	**(973)**
Derecognition	**(3,758)**	**–**	**(3,758)**
At 30 June 2026	**–**	**121**	**121**
CARRYING AMOUNTS:			
At 30 June 2026	**2,439**	**271**	**2,710**
At 30 June 2025	**1,724**	**2,556**	**4,280**

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

17 RIGHT-OF-USE ASSETS AND LEASE LIABILITIES (Continued)

(b) Lease liabilities

	2026 HK$'000	2025 HK$'000
Current portion	**1,204**	2,841
Non-current portion	**1,250**	15
	2,454	2,856
Represented by:		
Lease liabilities – Office premises	**2,439**	1,823
Lease liabilities – Motor vehicles	**15**	1,033
	2,454	2,856

(c) Amounts recognised in the consolidated statement of profit or loss and other comprehensive income

	2026 HK$'000	2025 HK$'000
Depreciation of right-of-use assets:		
Office premises	**1,362**	2,060
Motor vehicles	**212**	682
	1,574	2,742
Interests on lease liabilities (Note 11)	**67**	231

Additions to the right-of-use assets during the year were approximately HK$2,439,000 (2025: HK$2,372,000). The total cash outflow for leases during the year was approximately HK$3,817,000 (2025: HK$3,988,000).

(d) Lease terms

The Group leases office premises and motor vehicles. Rental contracts are typically made for fixed periods of 2 years. Lease terms of motor vehicles are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease arrangements do not impose any covenants, but certain lease liabilities are effectively secured as the right to the leased assets revert to the lessors in the event of default.

(e) Extension and termination options

No extension and termination options are included in the leases across the Group.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

18 FINANCIAL ASSETS AT FVOCI

	2026 HK$'000	2025 HK$'000
Unlisted equity investment	**6,577**	8,806

In March 2024, the Group acquired 16.67% equity interests in Ever Luck Group Limited, a company incorporated in the Republic of Seychelles, at a consideration of HK$10,000,000.

The directors of the Company had elected to designate this investment at FVOCI as they considered this investment to be strategic in nature.

Information about the methods and assumptions used in determining fair value of unlisted equity investment is set out in Note 3.3 to the consolidated financial statements.

19 TRADE AND OTHER RECEIVABLES

	2026 HK$'000	2025 HK$'000
Trade receivables	**48,529**	48,000
Less: impairment loss on trade receivables	**(12)**	(12)
Trade receivables, net (Note (a))	**48,517**	47,988
Prepayments, deposits and other receivables:		
– Prepayments	**10**	9,749
– Deposits and other receivables	**14,653**	3,623
Less: impairment loss on deposits and other receivables	**(513)**	–
Prepayments, deposits and other receivables, net (Note (b))	**14,150**	13,372
Total trade and other receivables, net	**62,667**	61,360
Less: non-current portion		
Rental deposits	**(150)**	–
Current portion	**62,517**	61,360

The Group does not hold any collateral over the above balances.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

19 TRADE AND OTHER RECEIVABLES (Continued)

(a) Trade receivables

The Group normally grants credit terms to its customers ranging from 30 to 45 days. The ageing analysis of the trade receivables based on invoice date is as follows:

	2026	2025
	HK$'000	HK$'000
Within 90 days	**46,886**	46,043
91 to 180 days	**1,079**	786
181 to 365 days	**480**	572
1 to 2 years	**72**	254
Over 2 years	**–**	333
	48,517	47,988

Details of the credit risks of trade receivables are disclosed in Note 3.1(b) to the consolidated financial statements.

(b) Prepayments, deposits and other receivables

As at 30 June 2026, the gross amount of prepayments, deposits and other receivables mainly represented the waste disposal deposit paid to Environmental Protection Department of the Government of HKSAR of approximately HK$848,000 (2025: HK$848,000) and payments in advance to suppliers of approximately HK$12,775,000 (2025: HK$11,345,000). As the purchase contracts had expired during the year ended 30 June 2026, the balance became refundable with interest bearing 6% from suppliers and reclassified to deposits and other receivables accordingly.

Details of the credit risks of deposits and other receivables are disclosed in Note 3.1(b) to the consolidated financial statements.

The carrying amounts of trade and other receivables approximate their fair values, due to the short–term nature and are denominated in HK$ as at 30 June 2026 and 2025.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

20 LOAN AND INTEREST RECEIVABLES

	2026 HK$'000	2025 HK$'000
Loan receivables	**32,410**	30,670
Interest receivables	**1,504**	2,596
	33,914	33,266
Less: impairment loss	**(11,601)**	(2,685)
	22,313	30,581

The Group's loan and interest receivables are denominated in the following currencies:

	2026 HK$'000	2025 HK$'000
HK$	**22,313**	870
RMB	**–**	29,711
	22,313	30,581

The movement in the impairment loss of loan and interest receivables is set out below:

	2026 HK$'000	2025 HK$'000
At the beginning of the year	**2,685**	40
Provision for impairment loss	**8,916**	2,645
At the end of the year	**11,601**	2,685

As at 30 June 2026, the loan receivables from independent third parties of approximately HK$32,410,000 (2025: HK$29,670,000) are secured by the equity interests of a company controlled by the borrowers, carried interest at 6% per annum (2025: 6% per annum), and are repayable within one year (2025: within one year). As at 30 June 2025, a loan receivable from an independent third party of approximately HK$1,000,000 was unsecured, carried interest at 12% per annum, and was repayable with one year.

The fair value of the collateral was approximately HK$33,000,000 (2025: HK$44,030,000) as at 30 June 2026 which is valued by Libra Appraisal Limited, an independent qualified professional valuer not connected to the Group. Management has not considered the collateral in its credit risk assessment because the collateral is not a highly liquid asset.

Details of the credit risks of loan and interest receivables are disclosed in Note 3.1(b) to the consolidated financial statements.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

21 CASH AND CASH EQUIVALENTS, PLEDGED BANK DEPOSITS AND TIME DEPOSITS WITH ORIGINAL MATURITY OVER THREE MONTHS

	2026 HK$'000	2025 HK$'000
Cash and bank balances	**49,788**	33,537
Time deposits	**15,222**	29,988
Less:	**65,010**	63,525
Pledged bank deposits (Note (b))	**–**	(788)
Time deposits with original maturity over three months (Note (c))	**(15,222)**	(29,988)
Cash and cash equivalents (Note (a))	**49,788**	32,749

Notes:

(a) Cash and cash equivalents

For the purpose of presenting the consolidated statement of cash flows, cash and cash equivalents comprise the following:

	2026 HK$'000	2025 HK$'000
Cash at banks and maximum exposure on credit risk	**49,760**	32,717
Cash on hand	**28**	32
	49,788	32,749

The Group's cash and cash equivalents are denominated in the following currencies:

	2026 HK$'000	2025 HK$'000
HK$	**39,566**	22,761
RMB	**–***	–*
USD	**10,222**	9,988
	49,788	32,749

* Less than HK$1,000

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

21 CASH AND CASH EQUIVALENTS, PLEDGED BANK DEPOSITS AND TIME DEPOSITS WITH ORIGINAL MATURITY OVER THREE MONTHS (Continued)

Notes: (Continued)

(b) Pledged bank deposits

	2026 HK$'000	2025 HK$'000
Fixed deposits and denominated in HK$	**–**	788

As at 30 June 2025, pledged bank deposits represent deposits pledged to a bank to secure performance bonds in respect of a renovation project issued by the Group and are expected to be recovered in its normal operating cycle and therefore classified as current asset (Note 30). Pledged bank deposits carried fixed interest rate at 3.5% per annum.

(C) Time deposits with original maturity over three month

	2026 HK$'000	2025 HK$'000
Fixed deposits denominated in HK$	**5,000**	20,000
Fixed deposits denominated in USD	**10,222**	9,988
	15,222	29,988

As at 30 June 2026, time deposits carried a fixed interest rate range from 2.66% to 3.60% (2025: fixed interest rate range from 1.90% to 4.30%).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

22 TRADE AND OTHER PAYABLES

	2026 HK$'000	2025 HK$'000
Trade payables	**54,932**	70,823
Retention money payables (Note)	**4,871**	2,226
Accrued expenses and other payables	**11,464**	8,080
Accrued salaries	**8,345**	6,937
Dividend payable to non-controlling interests	**879**	857
	80,491	88,923

Note:

As at 30 June 2026, the retention money payable of approximately of HK$421,000 (2025: HK$1,247,000) was expected to be paid or settled in more than twelve months from the end of the reporting period but within its normal operating cycle (2025: same).

The ageing analysis of the trade payables based on invoice date is as follows:

	2026 HK$'000	2025 HK$'000
Within 90 days	**42,680**	54,359
91 to 180 days	**3,967**	6,178
181 to 365 days	**7,182**	8,425
1 to 2 years	**176**	619
Over 2 years	**927**	1,242
	54,932	70,823

The carrying amounts of trade and other payables approximate to their fair values.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

23 LONG SERVICE PAYMENT OBLIGATIONS AND RETIREMENT BENEFIT SCHEME

Long service payment obligations

The Group made provision for probable future long service payments to employees in accordance with Hong Kong Employment Ordinance, as further detailed in Note 2.15(v).

Pursuant to Chapter 10 of the Hong Kong Employment Ordinance, the long service payment ("**LSP**") is to be offset with the accrued benefits derived from the Group's contributions made to MPF Scheme for the employees and subject to a cap of HK$390,000 per employee. In June 2022, the Government of HKSAR gazetted the Hong Kong Employment and Retirement Schemes Legislation (Offsetting Arrangement) (Amendment) Ordinance 2022 (the "**Amendment Ordinance**"), which will come into effect from 1 May 2025 (the "**Transition Date**"). Once the Amendment Ordinance takes effect, an employer can no longer use any of the accrued benefits derived from its mandatory contributions to mandatory provident fund ("**MPF**") scheme to reduce the long service payment ("**LSP**") in respect of an employee's service from the Transition Date (the abolition of the "**offsetting mechanism**"). In addition, the LSP in respect of the service before the Transition Date will be calculated based on the employee's monthly salary immediately before the Transition Date and the years of service up to that date.

In July 2023, the HKICPA published "Accounting implications of the abolition of the MPF-LSP offsetting mechanism in Hong Kong" ("**the Guidance**") that provides guidance on the accounting considerations relating to the offsetting mechanism and the abolition of the mechanism. In particular, the Guidance indicates that entities may account for the accrued benefits derived from its mandatory MPF contributions that are expected to be used to reduce the LSP payable to an employee as deemed contributions by that employee towards the LSP; however, upon the enactment of the Amendment Ordinance in June 2022, entities can no longer apply the practical expedient in paragraph 93(b) of HKAS 19 to recognise such deemed contributions as reduction of current service cost in the period the related service is rendered instead these deemed contributions should be attributed to periods of service in the same manner as the gross LSP benefit. To better reflect the substance of the abolition of the offsetting mechanism, the Group has changed its accounting policy in connection with its LSP liability and has applied the above HKICPA guidance retrospectively for its annual reporting period commencing 1 July 2023. For the year ended 30 June 2023, the management considered that the application of the Guidance had no material effect on the consolidated financial statements of the Group.

The actuarial valuations of the present value of the long service payment were carried out as at 30 June 2026 and 2025 by Libra Appraisal Limited, an independent qualified professional valuer. The present value of the long service payment, and the related service cost, were measured by projected unit credit method.

The weighted average duration of the long service payment obligation is 2 years (2025: 1.9 years).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

23 LONG SERVICE PAYMENT OBLIGATIONS AND RETIREMENT BENEFIT SCHEME (Continued)

Long service payment obligations (Continued)

Movement of present value of the long service payment obligations is as follows:

	2026 **HK$'000**	2025 HK$'000
At the beginning of the year	**724**	636
Past service cost	**–**	9
Current services cost	**66**	58
Actuarial gain recognised in other comprehensive expense	**(68)**	–
Interest cost included in employee benefit expenses	**24**	21
At the end of the year	**746**	724

As at 30 June 2026 and 2025, the amount is calculated based on the principal assumptions stated as below:

	2026	2025
Salary inflation rate	**2.00%**	2.37%
Discount rate	**3.29%**	2.97%

In the opinions of the directors of the Company, the expected change in the principal assumptions will not have significant impact on the long service payment obligations for the years ended 30 June 2026 and 2025. Hence, no sensitivity analysis is presented.

Retirement benefit scheme

With effect from 1 December 2000, the Group has arranged for all qualifying employees of the Company and its Hong Kong subsidiaries to join the MPF Scheme. The MPF Scheme is a defined contribution scheme managed by independent trustees. Under the MPF Scheme, both the Group and the employees make monthly contributions to the MPF Scheme at 5% of the employees' earnings as defined under the Mandatory Provident Fund legislation, subject to a cap of HK$1,500 per month effect from 1 June 2014 and thereafter contributions are voluntary.

The total cost charged to profit or loss of approximately HK$1,342,000 (2025: HK$1,435,000) represents contributions payable to the MPF Scheme by the Group. The assets of the MPF Scheme are held separately from those of the Group in an independently administered fund. The Group's employer contributions vest fully with the employees when contributed into the MPF Scheme. No forfeited contribution is available to reduce the contribution payable in the future years as at 30 June 2026 and 2025.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

24 DEFERRED TAX LIABILITIES

	2026 HK$'000	2025 HK$'000
Deferred income tax liabilities:		
– To be settled after one year	**486**	478

The movements in deferred tax liabilities in respect of accelerated tax depreciation during the year are as follows:

	2026 HK$'000	2025 HK$'000
At the beginning of the year	**478**	403
Charged to the consolidated statement of profit or loss and other comprehensive income (Note 12)	**8**	75
At the end of the year	**486**	478

At the end of the reporting period, the Group has unused tax loss of approximately RMB13,752,000 (equivalent to approximately HK$15,865,000) (2025: RMB20,412,000 (equivalent to approximately HK$22,394,000)) available for offset against future profits which will expire throughout to 2031 (2025: 2030).

Deferred tax assets had not been recognised in respect of the estimated unused tax losses of approximately HK$45,470,000 (2025: HK$37,058,000) these losses and temporary differences on ECL of financial assets of approximately HK$11,630,000 (2025: HK$2,715,000) as they have arisen in subsidiaries that have been loss-making for some time, or it is not probable that sufficient taxable profits will be available to allow all or part of the deferred tax assets to be utilised.

25 AMOUNTS DUE TO DIRECTORS

The amounts represented approximately HK$552,000 due to Ms. Woo Lan Ying (2025: HK$1,710,000 and HK$100,000 due to Mr. Lai Aizhong and Mr. Wong Ka Shing respectively), which were unsecured, interest free and repayable on demand.

26 OTHER BORROWINGS

As at 30 June 2026, the other borrowing of HK$3,500,000 from an independent third party was unsecured and guaranteed by a personal guarantee given by Ms. Woo Lan Ying, an executive director of the Company, carried an effective interest rate of 24% per annum and matured in June 2026.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

27 SHARE CAPITAL

	Number of shares '000	Amount HK$'000
Authorised share capital of the Company:		
At 1 July 2024, 30 June 2025 and 1 July 2025:		
(Ordinary shares of HK$0.002 each)	10,000,000	20,000
Share consolidation (Note i)	(9,000,000)	–
Addition (Note i)	9,000,000	180,000
At 30 June 2026		
(Ordinary shares of HK$0.02 each)	10,000,000	200,000
Issued and fully paid share capital of the Company:		
As at 1 July 2024	5,594,000	11,189
Issuance of shares under general mandate (Note ii)	1,118,800	2,238
As at 30 June 2025	6,712,800	13,427
Share consolidation (Note i)	(6,041,520)	–
Issuance of shares under general mandate (Note iii)	56,000	1,120
At 30 June 2026	727,280	14,547

Note

(i) On 9 December 2025, the director of the Company proposed to implement a share consolidation on the basis that every 10 issued and unissued existing shares of par value of HK$0.002 each would be consolidated into one consolidated share of HK$0.02 each, and to increase the Company's authorised share capital (conditional on the share consolidation having become effective) from HK$20,000,000 divided into 1,000,000,000 consolidated shares to HK$200,000,000 divided into 10,000,000,000 consolidated shares by the creation of an additional 9,000,000,000 consolidated shares. Pursuant to an ordinary resolution passed on 19 December 2025, the share consolidation and increase in authorised share capital were approved by the shareholders of the Company and become effective on 13 January 2026. Immediately after the share consolidation and increase in authorised share capital, the total number of authorised shares of the Company became 10,000,000,000, and the total number of issued shares of the Company was adjusted from 6,712,800,000 to 671,280,000. Details refer to the announcement of the Company dated 9 December 2025, 19 December 2025 and 9 January 2026.

(ii) On 27 January 2025, the Company issued 1,118,800,000 ordinary shares at HK$0.0121 each to two independent subscribers for general working capital of the Group and investments in potential new project/business opportunities under the general mandate. Details refer to the announcement of the Company dated 6 January 2025, 7 January 2025 and 27 January 2025. The closing price per share of the Company as quoted on the Stock Exchange on 27 January 2025 was HK$0.016.

(iii) On 25 June 2026, the Company issued 56,000,000 ordinary shares at HK$0.18 each to an independent subscriber for general working capital of the Group under the general mandate. Details refer to the announcement of the Company dated 22 June 2026, 23 June 2026 and 25 June 2026. The closing price per share of the Company as quoted on the Stock Exchange on 25 June 2026 was HK$0.202.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

28 NOTES TO THE CONSOLIDATED STATEMENT OF CASH FLOWS

(a) Cash (used in)/ generated from operations

	Notes	**2026 HK$'000**	2025 HK$'000
Loss before tax		**(11,849)**	(1,599)
Adjustments for:			
– Depreciation of property, plant and equipment	16	**405**	339
– Depreciation of right-of-use assets	17	**1,574**	2,742
– Finance costs	11	**1,057**	231
– Provision for long service payment	10	**90**	88
– Loss on disposal of property, plant and equipment	8	**106**	48
– Bank interest income	7	**(782)**	(954)
– Loans interest income	7	**(1,933)**	(1,821)
– Gain on lease termination	7	**(48)**	–
– Provision for impairment loss on financial and contract assets, net	9	**9,733**	2,510
Operating cash flow before working capital changes		**(1,647)**	1,584
Changes in working capital:			
– Trade and other receivables		**(2,125)**	5,541
– Contract assets		**3,412**	(110)
– Trade and other payables		**(8,454)**	(5,359)
Cash (used in)/generated from operations		**(8,814)**	1,656

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

28 NOTES TO THE CONSOLIDATED STATEMENT OF CASH FLOWS (Continued)

(b) Reconciliation of liabilities arising from financing activities

	Amounts due to directors HK$'000	Other borrowings HK$'000	Lease liabilities HK$'000
At 1 July 2024	–	–	4,468
Changes from financing cash flows:			
Advance from directors	1,810	–	–
Repayment of principal and interest portion of lease liabilities	–	–	(3,836)
Total changes from financing cash flows	1,810	–	(3,836)
Non-cash movements			
– Additions on lease liabilities	–	–	1,993
– Interest expenses	–	–	231
	–	–	2,224
At 30 June 2025 and 1 July 2025	1,810	–	2,856
Change of financing cash flows:			
Repayment to directors	(1,258)	–	–
Proceeds from other borrowings	–	5,000	–
Repayment of principal and interest portion of other borrowings	–	(2,490)	–
Repayment of principal and interest portion of lease liabilities	–	–	(2,498)
Total changes from financing cash flows	(1,258)	2,510	(2,498)
Non-cash movements			
– Addition on lease liabilities	–	–	2,439
– Interest expenses	–	990	67
– Lease termination	–	–	(410)
	–	990	2,096
At 30 June 2026	552	3,500	2,454

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

28 NOTES TO THE CONSOLIDATED STATEMENT OF CASH FLOWS (Continued)

(c) Proceeds from disposal of property, plant and equipment

	2026 HK$'000	2025 HK$'000
Net carrying amount of property, plant and equipment disposed	**144**	303
Loss on disposal of property, plant and equipment	**(106)**	(48)
Proceeds from disposal of property, plant and equipment	**38**	255

29 CONTINGENT LIABILITIES

Contingent liabilities in respect of legal claims

A subsidiary of the Group is a defendant in a number of claims, lawsuits and potential claims relating to employees' compensation cases and personal injuries claims. The directors of the Company conclude that no provision for the contingent liabilities in respect of the litigations is necessary, after due consideration of the facts and circumstances of each case and with reference to the legal advice, historical experience and an outflow of economic benefits is not probable.

30 GUARANTEE

At the end of the reporting period, the Group had obtained guarantees from a bank in respect of the following:

	2026 HK$'000	2025 HK$'000
Performance bonds in favor of its clients	**2,904**	3,643

As at 30 June 2026, the amount of approximately HK$2,904,000 (2025: HK$3,643,000) of performance bonds were given by a bank in favour of some of the Group's customers as security for the performance and observance of the Group's obligations under the service contracts entered into between the Group and its customers. If the Group fails to provide satisfactory performance to its customers to whom performance bonds have been given, such customers may demand the banks to pay to them the sum or sums stipulated in such demand. The Group will then become liable to compensate such banks accordingly. The performance bonds will be released upon completion of the contract work for the relevant customers.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

31 BANKING FACILITIES

As at the end of each reporting period, the Company had the following unutilised banking facilities:

	2026 HK$'000	2025 HK$'000
Total banking facilities granted	**31,000**	31,000

32 FINANCIAL INSTRUMENT BY CATEGORY

	2026 HK$'000	2025 HK$'000
Financial assets		
– Amortised cost	**149,980**	145,717
– Financial assets at FVOCI	**6,577**	8,806
Financial liabilities		
– Amortised cost	**77,852**	93,589

33 DIVIDEND

The directors of the Company do not recommend the payment of dividend for the years ended 30 June 2026 and 2025.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

34 MATERIAL RELATED PARTY TRANSACTIONS

Save as disclosed in elsewhere in the consolidated financial statements, the Group had also entered into the following material related party transaction during the reporting period.

(a) Key management compensation

The executive directors of the Company and the directors of the subsidiary are regarded as key management personnel. Details of the key management personnel compensation were as follows:

	2026	2025
	HK$'000	HK$'000
Fees	**440**	396
Wages, salaries, and other benefits	**13,218**	14,552
Retirement fund contributions	**72**	81
	13,730	15,029

(b) Transactions and balance with related parties

Other than those disclosed elsewhere in the consolidated financial statements, the Group had the transactions with related parties during the year:

Balances with related parties

	2026	2025
	HK$'000	HK$'000
Balance with related company* included in trade payables		
– Good Enjoyment Limited	**–**	57

As at 30 June 2026 and 2025, the carrying amount of the balance with a related company included in trade payables was unsecured, interest-free, and on normal commercial credit terms.

* All the above companies were directly owned by key management personnel of the Group, the directors of an operating subsidiary of the Group.

(c) Personal guarantee provided by key management personnel

As at 30 June 2026, Ms. Woo Lan Ying, an executive director of the Company, provides personal guarantee as securities for other borrowings granted to the Group.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

35 STATEMENT OF FINANCIAL POSITION AND RESERVE MOVEMENT OF THE COMPANY

(a) Statement of financial position of the Company

	Notes	2026 HK$'000	2025 HK$'000
ASSETS			
Non-current assets			
Right-of-use assets		**–**	558
Investments in subsidiaries		**9,790**	9,790
Amounts due from subsidiaries		**35,139**	50,952
		44,929	61,300
Current assets			
Other receivables		**–**	609
Loan and interest receivables		**–**	869
Cash and cash equivalents		**8,446**	41
		8,446	1,519
Total assets		**53,375**	62,819
EQUITY			
Share capital	27	**14,547**	13,427
Reserves	35(b)	**(21,138)**	(3,289)
(Deficiency in assets)/total equity		**(6,591)**	10,138

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

35 STATEMENT OF FINANCIAL POSITION AND RESERVE MOVEMENT OF THE COMPANY (Continued)

(a) Statement of financial position of the Company (Continued)

	Notes	2026 HK$'000	2025 HK$'000
LIABILITIES			
Current liabilities			
Other payables and accruals		**10,575**	5,547
Amounts due to directors		**552**	901
Amounts due to subsidiaries		**45,339**	45,604
Other borrowings		**3,500**	–
Lease liabilities		**–**	629
		59,966	52,681
Total liabilities		**59,966**	52,681
Total equity and liabilities		**53,375**	62,819

The statement of financial position of the Company was approved by the Board of Directors on 28 September 2026 and was signed on its behalf by:

LI Jing
Director

WOO Lan Ying
Director

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2026

35 STATEMENT OF FINANCIAL POSITION AND RESERVE MOVEMENT OF THE COMPANY (Continued)

(b) Reserve movement of the Company

	Share premium HK$'000	Accumulated losses HK$'000	Total HK$'000
At 1 July 2024	77,790	(85,754)	(7,964)
Loss and total comprehensive expense for the year	–	(6,625)	(6,625)
Issuance of shares under general mandate	11,300	–	11,300
At 30 June 2025 and1 July 2025	89,090	(92,379)	(3,289)
Loss and total comprehensive expense for the year	–	(26,799)	(26,799)
Issuance of shares under general mandate	8,950	–	8,950
At 30 June 2026	98,040	(119,178)	(21,138)

36 APPROVAL OF CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements were approved and authorised for issue by the board of directors on 28 September 2026.

GROUP FINANCIAL SUMMARY

	For the year ended 30 June				
	2026	2025	2024	2023	2022
	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000
Revenue	**619,176**	599,113	528,910	486,378	297,564
Cost of sales	**(585,896)**	(567,206)	(495,430)	(459,672)	(285,826)
Gross profit	**33,280**	31,907	33,480	26,706	11,738
Other income and gains	**2,767**	2,775	4,465	4,112	6,040
(Provision for)/reversal of impairment loss on financial and contract assets, net	**(9,733)**	(2,510)	115	3,952	(654)
Administrative expenses	**(37,106)**	(33,540)	(34,071)	(35,745)	(28,259)
Finance costs	**(1,057)**	(231)	(113)	(250)	(97)
(Loss)/profit before tax	**(11,849)**	(1,599)	3,876	(1,225)	(11,232)
Income tax (expense)/credit	**(1,028)**	(478)	12	(69)	83
(Loss)/profit for the year	**(12,877)**	(2,077)	3,888	(1,294)	(11,149)
Other comprehensive expense for the year, net of tax	**(2,039)**	(838)	(1,388)	–	–
Total comprehensive (expense)/income for the year	**(14,916)**	(2,915)	2,500	(1,294)	(11,149)
Assets and liabilities					
Non-current assets	**12,605**	14,730	17,393	5,084	7,109
Current assets	**216,462**	225,499	216,808	220,754	223,006
Current liabilities	**(86,418)**	(93,977)	(96,879)	(92,929)	(94,457)
Total assets less current liabilities	**142,649**	146,252	137,322	132,909	135,658
Non-current liabilities	**(2,482)**	(1,217)	(2,910)	(918)	(2,373)
Net assets	**140,167**	145,035	134,412	131,991	133,285
Capital and reserves					
Share capital	**14,547**	13,427	11,189	11,189	11,189
Reserves	**125,311**	130,999	122,638	120,169	121,495
Equity attributable to the owners of the Company	**139,858**	144,426	133,827	131,358	132,684
Non-controlling interests	**309**	609	585	633	601
Total equity	**140,167**	145,035	134,412	131,991	133,285