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Kafelaku Coffee Holding Limited
猫屎咖啡控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 1869)

SUPPLEMENTAL ANNOUNCEMENT IN RELATION TO THE ANNUAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2025

Reference is made to the announcement of Kafelaku Coffee Holding Limited (the "**Company**", together with its subsidiaries, the "**Group**") dated 20 August 2026 (the "**Previous Supplemental Announcement**") in relation to the action plans and measures adopted by the Group to address the matters described in the section headed "Basis for Disclaimer of Opinion" in the independent auditor's report contained in the annual results announcement of the Company for the year ended 31 December 2025. Unless otherwise specified, capitalised terms used herein shall have the same meanings as those defined in the Previous Supplemental Announcement.

The Board wishes to provide shareholders and potential investors of the Company with a further update on the implementation of the relevant action plans and measures. Save for the updates set out below, the plans and measures disclosed in the Previous Supplemental Announcement remain substantially unchanged and there has been no material progress requiring separate disclosure.

THE BOARD'S ACTION PLANS AND MEASURES TO ADDRESS THE BASIS FOR DISCLAIMER OF OPINION

The Directors have continued to implement measures to improve the Group's liquidity and financial position. The following summarises the current status of the relevant plans and measures:

(i) Financial support by the substantial shareholder

The arrangement previously disclosed in relation to financial support to be provided to the Group through an affiliated company of Mr. Cui Zhiqiang remains unchanged.

(ii) Loan facility from a related company of the Group

The loan facility of HK$91 million provided by BRB Group Holding (Hong Kong) Limited ("**BRB Group**"), a related company and the former largest substantial shareholder of the Group represented by Mr. Cui Zhiqiang, remains valid and available to the Group subject to the relevant terms and conditions. As at the date of this announcement, all outstanding loan amounts due to BRB Group have been fully repaid.

(iii) Continuing negotiation with various financial institutions

The Group continues to explore potential financing solutions with financial institutions, with a view to securing additional funding for working capital and operational development as and when appropriate. The Group will continue to assess available financing alternatives having regard to its funding requirements and market conditions.

(iv) Seeking financing through capital markets

As previously disclosed, the Company completed the placing of new shares on 14 July 2026, raising estimated net proceeds of approximately HK$20.9 million. Further, the Company completed another placing of new shares on 6 November 2026, raising estimated net proceeds of approximately HK$11.3 million.

The Company intends to apply the net proceeds from the placing as to approximately HK$2.1 million (representing approximately 18.6%) for reducing liabilities to improve the Company's financial position, and approximately HK$9.2 million (representing approximately 81.4%) for the Group's business operations and general working capital, including professional fees, staff costs, office rental and general administrative and operating expenses.

The completion of the placing has provided additional funding to the Group and forms part of the Group's ongoing efforts to improve its liquidity and financial position.

The Company will continue to explore potential fund raising activities through the capital markets, including but not limited to potential rights issues and the issuance of debentures etc. with a view to further strengthening the Group's financial position and supporting its ongoing business development.

(v) Strategic expansion in coffee business and business update

The Group is continuing to finalise an exclusive distributor agreement with Coffeenergy Co., Limited ("**Coffeenergy**") following the signing of a memorandum of understanding with Coffeenergy on 12 February 2026. Under the proposed agreement, the Group will be able to distribute Coffeenergy products to multiple countries. The Group believes that the proposed cooperation will complement and support the further development of its coffee business. The Group also commenced coffee bean trading at the beginning of 2026 to enhance its supply-chain operations. The Company will issue further announcement(s) to update shareholders as and when appropriate in accordance with the Listing Rules.

(vi) Implementation of cost control measures

Management continues to implement targeted cost-control measures to improve the Group's operating results and cash flows. These measures include streamlining operations, reducing unnecessary expenditure, optimising human resources and reviewing the Group's cost base on an ongoing basis.

For the six months ended 30 June 2026 (the "**Period**"), employee benefits expense decreased to approximately HK$16.2 million from approximately HK$25.4 million for the corresponding period in 2025, representing a decrease of approximately 36.2%. The decrease was mainly attributable to the closure of restaurants by the end of 2025 and during the Period, together with the Group's continuing efforts to optimise its workforce and operating structure.

Other operating expenses for the Period decreased to approximately HK$7.8 million from approximately HK$13.0 million for the corresponding period in 2025, representing a decrease of approximately 39.5%. The reduction was mainly attributable to the tightened cost control in office administrative expenses and the continued streamlining of operations.

The Board considers that the above measures demonstrate the Group's continuing efforts to enhance operating efficiency, preserve cash resources and improve its financial position. The Board also considers that the Group will have sufficient liquidity to finance its operations for the next twelve months and is therefore of the view that the Group will be able to continue as a going concern.

The above initiatives have been reviewed by the Audit Committee of the Company, which has acknowledged and endorsed the relevant measures.

The Board will continue to work closely with the auditor of the Company and use its best endeavours to implement the plans and measures with an aim of addressing the Disclaimer of Opinion. The Company will make further announcement(s) to update shareholders and potential investors as and when appropriate in accordance with the Listing Rules.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.

By order of the Board
Kafelaku Coffee Holding Limited
Szeto Huen Sum Hannah
Chairlady

Hong Kong, 11 November 2026

As at the date of this announcement, the Board comprises Ms. Szeto Huen Sum Hannah (chairlady), Mr. Cui Zifeng (chief executive officer) and Ms. Ou Shu as executive Directors; Ms. Fung Wai Sim as non-executive Director; and Mr. Yang Chao, Mr. Huang Shan and Mr. Chu Ho Kan as independent non-executive Directors.