Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

In-Tech

中國智能科技有限公司
CHINA IN-TECH LIMITED

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 00464)

ANNOUNCEMENT OF FINAL RESULTS FOR THE YEAR ENDED 31 MARCH 2026

The board (the "**Board**") of directors (the "**Directors**") of China In-Tech Limited (the "**Company**") is pleased to announce the audited financial results of the Company and its subsidiaries (collectively the "**Group**") for the year ended 31 March 2026 (the "**Year**") as follows:

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 March 2026

	Notes	**2026** **HK$'000**	2025 *HK$'000*
Revenue	*4*	**76,797**	105,797
Cost of sales		**(69,995)**	(111,277)
Gross profit/(loss)		**6,802**	(5,480)
Other gains, net	*6*	**1,891**	4,332
Distribution costs		**(4,394)**	(3,304)
Administrative expenses		**(33,589)**	(49,521)
Share of losses of associates		**(245)**	–
Loss from operations		**(29,535)**	(53,973)

	Notes	**2026**	2025
		HK$'000	*HK$'000*
Finance costs		**(1,546)**	(1,765)
Loss before tax		**(31,081)**	(55,738)
Income tax (expense)/credit	*7*	**(1,240)**	1,529
Loss for the year	*8*	**(32,321)**	(54,209)
Other comprehensive income after tax:			
Items that may be reclassified to profit or loss:			
Exchange differences on translating foreign operations		**489**	2,724
Other comprehensive income for the year, net		**489**	2,724
Total comprehensive expenses for the year		**(31,832)**	(51,485)
Loss for the year attributable to:			
Owners of the Company		**(30,487)**	(49,739)
Non-controlling interests		**(1,834)**	(4,470)
		(32,321)	(54,209)
Total comprehensive expenses for the year attributable to:			
Owners of the Company		**(30,895)**	(46,723)
Non-controlling interests		**(937)**	(4,762)
		(31,832)	(51,485)
Loss per share			
Basic and diluted *(HK cents)*	*9*	**(4.51)**	(8.96)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 March 2026

	Notes	2026 HK$'000	2025 HK$'000
Non-current assets			
Property, plant and equipment		**515**	–
Right-of-use assets		**1,707**	–
Deposits, prepayments and other receivables		**38,141**	1,470
Investment in associates		**9,660**	–
		50,023	1,470
Current assets			
Inventories		**6,021**	5,789
Trade receivables	*11*	**11,138**	36,086
Contract costs		**19,565**	919
Deposits, prepayments and other receivables		**22,088**	23,813
Bank and cash balances		**35,880**	11,399
		94,692	78,006
Current liabilities			
Trade payables	*12*	**8,654**	14,928
Accruals and other payables		**20,602**	16,244
Contract liabilities		**9,363**	11,769
Loans from a related party	*13*	**–**	6,328
Lease liabilities		**4,817**	3,594
Bank borrowings and overdrafts		**23,865**	28,677
Tax liabilities		**–**	90
		67,301	81,630
Net current assets/(liabilities)		**27,391**	(3,624)
Total assets less current liabilities		**77,414**	(2,154)
Non-current liabilities			
Lease liabilities		**544**	3,283
NET ASSETS/(LIABILITIES)		**76,870**	(5,437)
Capital and reserves			
Share capital		**756**	593
Reserves		**73,982**	(9,099)
Equity attributable to owners of the Company		**74,738**	(8,506)
Non-controlling interests		**2,132**	3,069
TOTAL EQUITY		**76,870**	(5,437)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. GENERAL INFORMATION

China In-Tech Limited (the "**Company**") is incorporated in the Cayman Islands as an exempted company with limited liability and its shares are listed on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**"). The registered office of the Company is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands. Its principal place of business in Hong Kong is located at Unit 506, 5/F, New World Tower 1, 18 Queen's Road Central, Central, Hong Kong.

The Company is an investment holding company. The principal activities of its subsidiaries are (i) design, manufacture and sales of electrical haircare products; and (ii) provision of information technology system platform development service in the People's Republic of China (the "**PRC**").

To the best knowledge of the directors of the Company (the "**Directors**"), as at 31 March 2026, China Yuen Capital Limited ("**CYC**"), a company incorporated in the British Virgin Islands, is the immediate holding company of the Company; Luckever Holdings Limited, a company incorporated in the British Virgin Islands, is the ultimate holding company of the Company.

2. GOING CONCERN BASIS

The Group incurred a loss attributable to owners of the Company of approximately HK$30,487,000 for the year ended 31 March 2026 and as at 31 March 2026, the Group had current liabilities of approximately HK$67,301,000, but the Group only had cash and cash equivalents of approximately HK$35,880,000. Besides, the Group had a net operating cash outflow of approximately HK$22,334,000 for the year ended 31 March 2026. These conditions indicate the existence of a material uncertainty which may cast significant doubt on the Group's ability to continue as a going concern. Therefore, the Group may be unable to realise its assets and discharge its liabilities in the normal course of business.

The Directors are of the opinion that the Group will have sufficient working capital to finance its operations and to meet its financial obligations for at least the next twelve months from the date of approval of the consolidated financial statements, after taking into consideration of the followings:

(i) The Group is actively negotiating with financial institutions and lenders for extension or refinancing of the borrowings;

(ii) The Group will actively negotiate with various financial institutions and potential inventors or lenders to secure new financing arrangement to meet the Group's working capital and financial requirements in the near future. The Group will also actively seek opportunities to carry out fund raising activities including but not limited to the placing of new shares of the Company or rights issue as alternative sources of funding; and

(iii) The Group has been endeavouring to improve the Group's operating performance and cash flows through cost control measures and working capital management to maintain sufficient liquidity.

Having regard to the cash flow projection of the Group, which are prepared assuming that the above measures are successful, the Directors are of the opinion that, in the light of the measures taken to-date, together with the expected results of the other measures in progress, the Group will have sufficient funding resources to satisfy its future working capital and other financing requirements. The Directors believe that the aforementioned measures will be successful, based on the continuous efforts by the management of the Group.

However, should the above measures not be able to implement successfully, the Group may not have sufficient funds to operate as a going concern, in which case adjustments might have to be made to reduce the carrying values of the Group's assets to their recoverable amounts, to reclassify the non-current assets and non-current liabilities as current assets and current liabilities, respectively, and to provide for any further liabilities which might arise.

3. ADOPTION OF NEW AND REVISED HKFRS ACCOUNTING STANDARDS

In the current year, the Group has adopted all the new and revised HKFRS Accounting Standards issued by the Hong Kong Institute of Certified Public Accountants (the "**HKICPA**") that are relevant to its operations and effective for its accounting year beginning on 1 April 2025. HKFRS Accounting Standards comprise Hong Kong Financial Reporting Standards ("**HKFRS**"); Hong Kong Accounting Standards ("**HKAS**"); and Interpretations. The adoption of these new and revised HKFRS Accounting Standards did not result in significant changes to the Group's accounting policies, presentation of the Group's consolidated financial statements and amounts reported for the current year and prior years.

The Group has not applied the new and revised HKFRS Accounting Standards that have been issued but are not yet effective. The Group has already commenced an assessment of the impact of these new and revised HKFRS Accounting Standards but is not yet in a position to state whether these new and revised HKFRS Accounting Standards would have a material impact on its results of operations and financial position.

4. REVENUE

Revenue represents amounts received and receivable from (i) sales of electrical haircare appliances and (ii) provision of information technology services.

5. SEGMENT INFORMATION

The Group has two reportable segments as follows:

(i) Electrical haircare appliance segment: manufacturing and selling electrical haircare appliances; and

(ii) Information technology service segment: provision of information technology services in the PRC.

The Group's reportable segments are strategic business units that offer different products and services. They are managed separately because each business requires different technology and marketing strategies.

Segment profits or losses do not include finance costs and corporate and other unallocated expenses. Segment assets do not include corporate and other unallocated assets. Segment liabilities do not include loans from a related party and corporate and other unallocated liabilities.

For the year ended 31 March 2026/as at 31 March 2026

	Sales of electrical haircare appliances *HK$'000*	Information technology services *HK$'000*	Total *HK$'000*
Segment revenue			
Sales to external customers	**39,408**	**37,389**	**76,797**
Segment results	**(10,723)**	**(4,181)**	**(14,904)**
Reconciliation:			
Finance costs			**(1,546)**
Share of losses of associates			**(5)**
Corporate and other unallocated expenses			**(15,866)**
			(32,321)
Segment assets	**26,737**	**77,266**	**104,003**
Reconciliation:			
Corporate and other unallocated assets			**40,712**
Total assets			**144,715**
Segment liabilities	**59,917**	**3,675**	**63,592**
Reconciliation:			
Corporate and other unallocated liabilities			**4,253**
Total liabilities			**67,845**
Other Segment Information			
For the year ended 31 March 2026			
Interest revenue	**2**	**–**	**2**
Additions to property, plant and equipment	**182**	**–**	**182**
Depreciation and amortisation	**33**	**–**	**33**
(Reversal)/provision of loss allowance for trade receivables	**(174)**	**1,440**	**1,266**
Impairment loss on prepayments	**42**	**–**	**42**
Share of losses of associates	**–**	**240**	**240**
As at 31 March 2026			
Investment in associates	**–**	**9,660**	**9,660**

For the year ended 31 March 2025/as at 31 March 2025

	Sales of electrical haircare appliances *HK$'000*	Information technology services *HK$'000*	Total *HK$'000*
Segment revenue			
Sales to external customers	75,246	30,551	105,797
Segment results	(35,719)	(8,993)	(44,712)
Reconciliation:			
Unallocated loss			(2)
Finance costs			(1,765)
Corporate and other unallocated expenses			(7,730)
			(54,209)
Segment assets	41,365	36,945	78,310
Reconciliation:			
Corporate and other unallocated assets			1,166
Total assets			79,476
Segment liabilities	62,695	6,737	69,432
Reconciliation:			
Corporate and other unallocated liabilities			15,481
Total liabilities			84,913
Other Segment Information			
For the year ended 31 March 2025			
Interest revenue	18	1	19
Additions to property, plant and equipment	1,108	–	1,108
Depreciation and amortisation	3,739	814	4,553
Provision of loss allowance for trade receivables	635	3,089	3,724
Impairment loss on property, plant and equipment	2,365	–	2,365
Impairment loss on right-of-use assets	6,257	–	6,257
Impairment loss on prepayments	373	–	373

Geographical information

All the Group's non-current assets excluding financial instruments and investment in associates are located in Hong Kong.

Information about major customers

Revenue from major customers individually accounting for 10% or more of total revenue are as follows:

	2026	2025
	HK$'000	*HK$'000*
Electrical haircare appliance segment		
Customer A	**20,890**	27,507
Customer B	**12,137**	24,769
Information technology service segment		
Customer C	**17,747**	6,749*

* Revenue from this customer did not exceed 10% of total revenue in the respective year. These amounts were shown for comparative purpose.

6. OTHER GAINS, NET

	2026	2025
	HK$'000	*HK$'000*
Bank interest income	**2**	19
Income from sale of mould	**–**	1,420
Compensation received in respect of cancelled orders and late payment from customers	**–**	197
Net foreign exchange gain	**1,187**	2,067
Sales of raw materials	**486**	99
Sub-contracting income	**–**	522
Loss on lease termination	**–**	(235)
Sundry income	**216**	243
	1,891	4,332

7. INCOME TAX (EXPENSE)/CREDIT

	2026	2025
	HK$'000	*HK$'000*
Deferred tax	**–**	(1,484)
Current tax — PRC enterprise income tax		
(Under-provision)/over-provision in prior years	**(1,240)**	3,013
	(1,240)	1,529

Under the Law of the PRC on Enterprise Income Tax (the "**EIT Law**") and Implementation Regulation of the EIT Law, the tax rate of the PRC subsidiaries is 25%.

The income tax provision of the Group in respect of operations in the PRC which qualified as "Small Low-Profit Enterprise" for the years ended 31 March 2026 and 2025 were entitled to a preferential income tax rate. From 1 January 2023 to 31 December 2027, the profits of no more than RMB3 million are taxed at 5%.

The income tax provision of the Group in respect of operations in the PRC which obtained "High and New Technology Enterprise" qualification under EIT Law were entitled to a preferential income tax rate of 15%.

According to policies promulgated by the State Tax Bureau of the PRC and effective from 2008 onwards, enterprises engaged in research and development activities are entitled to claim 200% of the research and development expenses so incurred in a year as tax deductible expenses in determining its tax assessable profits for that year ("**Super Deduction**").

Under the two-tiered profits tax rates regime in Hong Kong, the first HK$2 million of profits of 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%.

Hong Kong Profits Tax is calculated in accordance with the two-tiered profits tax regime of the estimated assessable profit for both years. No Hong Kong Profits Tax has been provided in the consolidated financial statement as the subsidiaries of the Group operating in Hong Kong are either suffering from tax losses, or the assessable profits are wholly absorbed by tax losses brought forwards for both years.

The reconciliation between the income tax expense/(credit) and the product of loss before tax multiplied by the PRC enterprise income tax rate is as follows:

	2026	2025
	HK$'000	*HK$'000*
Loss before tax	**(31,081)**	(55,738)
Tax at the tax rate of 25% (2025: 25%)	**(7,770)**	(13,935)
Tax effect of expenses not deductible for tax purposes	**4,415**	5,035
Tax effect of income not taxable for tax purposes	**(50)**	(5)
Super Deduction	**–**	(1,056)
Tax effect of tax losses not recognised	**3,986**	9,961
Tax losses previously recognised and reversed	**–**	1,484
Tax effect of utilisation of tax losses not previously recognised	**(581)**	–
Under-provision/(over-provision) in prior years	**1,240**	(3,013)
Income tax expense/(credit)	**1,240**	(1,529)

At the end of the reporting period, the Group has unused tax losses of approximately HK$63,262,000 (2025: HK$80,075,000) available for offset against future profits. No deferred tax asset has been recognised in respect of these tax losses due to unpredictability of future profit streams. Included in unused tax losses are losses from certain subsidiaries operating in the PRC of approximately HK$41,314,000 (2025: HK$56,396,000) that will expire in various dates within five years up to 2030 (2025: 2029). All other tax losses may be carried forward indefinitely.

8. LOSS FOR THE YEAR

The Group's loss for the year has been arrived at after charging the following:

	2026	2025
	HK$'000	*HK$'000*
Auditor's remuneration		
Audit services	**800**	800
Non-audit services	**20**	20
	820	820
Depreciation of right-of-use assets	**748**	4,161
Depreciation of property, plant and equipment	**95**	392
Write-down of inventories (included in cost of inventories sold)	**1,171**	260
Provision of loss allowance for trade receivables	**1,266**	3,724
Impairment loss on property, plant and equipment	**–**	2,365
Impairment loss on right-of-use assets	**–**	6,257
Impairment loss on prepayments	**42**	373
Cost of inventories sold	**35,676**	81,350
Directors' remuneration		
As directors (independent non-executive Directors)	**372**	372
For management (executive Directors)	**930**	885
Retirement benefits contributions	**45**	44
	1,347	1,301
Staff costs (not including directors' emoluments)		
Salaries, bonus and allowances	**21,110**	40,727
Retirement benefits scheme contributions	**2,217**	3,753
	23,327	44,480
Total staff costs (including directors' emoluments)	**24,674**	45,781

Cost of inventories sold includes staff costs and depreciation of approximately HK$8,684,000 (2025: HK$25,226,000) which are included in the amounts disclosed separately above.

9. LOSS PER SHARE

The calculation of the basic and diluted loss per share is based on the following:

	2026	2025
	HK$'000	*HK$'000*
Loss:		
Loss for the year attributable to owners of the Company for the purpose of calculating basic loss per share	**(30,487)**	(49,739)
	'000	*'000*
Number of shares:		
Weighted average number of ordinary shares for the purpose of calculating basic loss per share	**675,598**	555,017

No diluted loss per share for the current and prior years was presented as there were no potential ordinary shares in issue.

10. DIVIDENDS

The Directors did not recommend the payment of any dividend for the years ended 31 March 2026 and 2025.

11. TRADE RECEIVABLES

The Group's trading terms with customers are mainly on credit. The credit terms generally range from 14 to 180 days. Each customer has a maximum credit limit. For new customers, payment in advance is normally required. The Group seeks to maintain strict control over its outstanding receivables. Overdue balances are reviewed regularly by the Directors.

	2026	2025
	HK$'000	*HK$'000*
Trade receivables	**18,247**	41,661
Less: loss allowance	**(7,109)**	(5,575)
	11,138	36,086

The aging analysis of trade receivables, based on the invoice date, and net of allowance, is as follows:

	2026	2025
	HK$'000	*HK$'000*
0 to 60 days	**2,311**	10,167
61 to 120 days	**3,908**	12,024
121 to 365 days	**325**	6,266
Over 1 year	**4,594**	7,629
	11,138	36,086

Reconciliation of loss allowance for trade receivables:

	2026	2025
	HK$'000	*HK$'000*
At the beginning of the year	**5,575**	1,851
Increase in loss allowance for the year	**1,266**	3,724
Currency translation differences	**268**	–
At the end of the year	**7,109**	5,575

The Group applies the simplified approach under HKFRS 9 to provide for expected credit losses using the lifetime expected loss provision for all trade receivables. To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and the days past due. The expected credit losses also incorporate forward looking information.

	Current	**1–90 days past due**	**91 days– 1 year past due**	**Over 1 year past due**	**Total**
At 31 March 2026					
Weighted average expected loss rate	**10%**	**10%**	**59%**	**56%**	
Receivable amount *(HK$'000)*	**6,698**	**251**	**2,936**	**8,362**	**18,247**
Loss allowance *(HK$'000)*	**703**	**25**	**1,738**	**4,643**	**7,109**
At 31 March 2025					
Weighted average expected loss rate	0%	2%	25%	49%	
Receivable amount *(HK$'000)*	28,235	1,476	1,378	10,572	41,661
Loss allowance *(HK$'000)*	25	25	338	5,187	5,575

12. TRADE PAYABLES

The aging analysis of trade payables, based on the date of receipt of goods, is as follows:

	2026	2025
	HK$'000	*HK$'000*
0 to 60 days	**4,657**	8,410
61 to 120 days	**903**	2,988
121 to 365 days	**51**	336
Over 1 year	**3,043**	3,194
	8,654	14,928

The credit periods on purchases of goods range from 30 to 120 days.

13. LOANS FROM A RELATED PARTY

		2026	2025
	Note	***HK$'000***	*HK$'000*
CYC	*(a)*	**–**	6,328

(a) CYC is the Company's immediate holding company. The amounts are unsecured, interest-free and repayable within one year from the drawn down date.

14. EVENT AFTER THE REPORTING PERIOD

The Company granted an aggregate of 56,700,000 share options of the Company to 9 eligible persons of the Group (the "**Grantee(s)**") on 27 April 2026 (the "**Date of Grant**") to subscribe for an aggregate of 56,700,000 ordinary shares of HK$0.001 each in the Company, subject to acceptance by the Grantees, under the share option scheme of the Company. The exercise price is HK$0.62. The vesting period is 12 months after the Date of Grant and exercisable from 27 April 2027 to 26 April 2036. For details, please refer to announcements of the Company dated 27 April 2026 and 30 April 2026.

MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL REVIEW

Revenue

	For the year ended 31 March				
	2026		2025		Change
	HK$ million	***% of revenue***	*HK$ million*	*% of revenue*	*%*
Electrical haircare appliance	**39.4**	**51.3%**	75.2	71.1%	-47.6%
Information technology service	**37.4**	**48.7%**	30.6	28.9%	+22.2%
Total	**76.8**	**100%**	105.8	100%	-27.4%

During the Year, the Group recorded revenue of approximately HK$76,797,000 (2025: HK$105,797,000), representing a decrease of approximately 27.4% from the last financial year. The decrease in revenue was the combined effect of the decrease in the revenue of approximately HK$35,838,000 from the electrical haircare appliance segment and the increase in the revenue of approximately HK$6,838,000 from the information technology service segment.

Electrical Haircare Appliance

The decrease in revenue from the electrical haircare appliance segment was mainly due to the low consumer sentiment resulting from the worldwide economic uncertainties and the geopolitical tensions. It has adversely affected our orders from European and Asian markets for the Year.

The detailed reasons of decrease in revenue from the electrical haircare appliance segment during the Year are as follows:

By product types

The average unit price of the electrical haircare products increased by approximately 19.9% in comparison to the last financial year. It was contributed by the revenue from the sale of multi-functional styler with increases in both unit prices and quantities sold by approximately 196.3% and 73.4%, respectively.

The unit prices of hair dryer and hair straightener, being two major products of this business segment, also increased during the Year. However, the quantities of these two major products sold during the Year decreased by approximately 62.7% and 56.7%, respectively. The total quantities of products sold during the Year decreased by approximately 56.5%.

By customers

The business from five major customers of this segment for the Year decreased by approximately 43.6% in term of revenue and 51.4% in term of quantity. Due to the weak demand, only four out of five major customers of this segment for the last financial year remains as the major customers for the Year.

By locations

In 2025, the economic growth of the European region remains sluggish with the growth rate below expectations. Due to the uncertainties of trade policy, geopolitical risks and interest rates, revenues of this segment from certain major European countries, such as United Kingdom, Netherlands, Hungary and Slovakia, decreased in the range of approximately 16% to 82%.

For the Asian region, the Japan market, which serves as the primary contributor of revenue in the region, continued to experience a decline in revenue during the Year due to persistently weakening demand. Revenue from Japan market decreased by approximately 75.3% compared to the last financial year, primarily attributable to a substantial reduction in revenue from one major Japanese customer that had contributed significantly in the last financial year. To compensate the loss of revenue from this source, the Group has initiated discussions with other customers in the region and has been endeavouring to maintain its market share.

Information Technology Service

The increase in revenue from the information technology service segment was mainly due to the increase in the number of completed orders during the Year. Given that potential customers in general prefer service providers with established track records and reputation, the order confirmation probability is inevitably unstable. The slower-than-expected economic recovery during the post pandemic era also posed difficulties and challenges to the business of this business segment.

For details of the services provided during the Year of this segment, please refer to the paragraphs below the heading of "Information Technology Service" under the "Business Review" section on page 22 of this announcement.

Cost of Sales

	For the year ended 31 March				
	2026		2025		Change
	HK$ million	***% of revenue***	*HK$ million*	*% of revenue*	*%*
Electrical haircare appliance	**35.7**	**46.5%**	81.4	76.9%	-56.1%
Information technology service	**34.3**	**44.6%**	29.9	28.3%	+14.7%
Total	**70.0**	**91.1%**	111.3	105.2%	-37.1%

Gross Profit/(Loss)

	For the year ended 31 March			
	2026	2025	Change	Change
	HK$ million	*HK$ million*	*HK$ million*	*%*
Electrical haircare appliance	**3.7**	(6.2)	+9.9	+159.7%
Information technology service	**3.1**	0.7	+2.4	+342.9%
Total	**6.8**	(5.5)	+12.3	+223.6%

Gross Profit/(Loss) Margin

	For the year ended 31 March		
	2026	2025	Change
	%	*%*	
Electrical haircare appliance	**9.4%**	(8.2%)	+17.6pp
Information technology service	**8.3%**	2.3%	+6.0pp
The Group	**8.9%**	(5.2%)	+14.1pp

During the Year, the Group reported a gross profit of approximately HK$6,802,000 (2025: gross loss of HK$5,480,000), representing a gross profit margin of approximately 8.9% (2025: gross loss margin 5.2%).

The increase in gross profit of the electrical haircare appliance segment was mainly caused by the decrease in the labour cost resulting from the optimisation of the operation with less headcount of this segment during the Year, and partially offset by the increase in the overall prices of raw materials, especially electrical and metal materials, such as electrical assemblies and copper. In particular, due to the increase in demand in the manufacturing industries, the prices of copper, which was one of the major raw materials consumed by the Group, increased significantly in 2025.

The gross profit of the information technology service segment sightly increased by only approximately HK$2,400,000 during the Year. It was mainly caused by the low demand due to the economic uncertainties in the PRC and the increase in the cost of sales.

Due to the economic uncertainties and to maintain the customers' loyalty, we had to keep our service fee at a market competitive level. In the meantime, retaining our technical staff to provide high standard of services to our customers is important to the business operation. Those factors above led to a low gross profit of this segment.

Net Loss

	For the year ended 31 March			
	2026	2025	Change	Change
	HK$ million	*HK$ million*	*HK$ million*	%
Electrical haircare appliance	**(10.7)**	(35.7)	+25.0	+70.0%
Information technology service	**(4.2)**	(9.0)	+4.8	+53.3%
Unallocated	**(17.4)**	(9.5)	-7.9	-83.2%
Total	**(32.3)**	(54.2)	+21.9	+40.4%

A provision for expected credit losses on trade receivables under HKFRS9 "Financial Instruments" of approximately HK$1,266,000 (2025: HK$3,724,000) had been recognised. The increase in provision for expected credit losses on trade receivables was mainly due to the unsatisfactory trade receivables collection of the Group. The management has been actively negotiating with the customers to collect the receivables.

The Group has assessed the net realisable value of the inventories and recognised a provision of approximately HK$1,171,000 (2025: HK$260,000) for the inventories. It was mainly the slow-moving inventories of aged over 1 year mainly due to customers' discontinued projects.

Impairment losses on property, plant and equipment, right-of-use assets and prepayments of approximately HK$2,365,000, HK$6,257,000 and HK$373,000, respectively, were recognised during the last financial year. Impairment loss on prepayments of approximately HK$42,000 was recognised during the Year.

Loss before taxation for the Year was approximately HK$31,081,000 (2025: HK$55,738,000), representing a decrease of approximately 44.2% against the last financial year. The decrease in loss for the Year was mainly due to decrease in cost of sales and operating expenses, especially decrease in the staff costs resulting from the optimisation of the operational structure and improvement of the efficiency as planned. The percentage of the staff costs (not including directors' emoluments) to the revenue decreased from approximately 42.0% in the last financial year to approximately 30.4% in the Year.

For the unallocated segment, due to several potential business development projects, there were needs to obtain legal and professional advices. It led to an increase in legal and professional fee and financial consultancy fee during the Year and hence the loss from this segment increased significantly.

Loss for the Year was approximately HK$32,321,000, representing a decrease of approximately HK$21,888,000 when compared to the loss of approximately HK$54,209,000 for the last financial year.

Basic loss per share for the Year amounted to HK4.51 cents, representing a decrease of approximately 49.7% when compared to the loss of HK8.96 cents for the last financial year.

During the Year, no dividend was declared and paid (2025: Nil).

BUSINESS REVIEW

Market Review

Electrical Haircare Appliance

The products of the electrical haircare appliance segment are mainly sold on Original Design Manufacturing ("**ODM**") and Original Equipment Manufacturing ("**OEM**") basis. Its customers are mainly leading brand owners and importers who then resell the products to beauty supply retailers and wholesalers, chain stores, mass merchandisers, warehouse clubs, catalogues and grocery stores.

During the Year, global economic growth has slowed down significantly, with consumer demand in overseas core markets remaining weak. The Group's traditional reliance on major export markets in Europe and the United States has been hit by multiple negative factors, including the marginal effects of a high interest rate environment, lagging inflationary pressures, and partial restructuring of global logistics supply chains. At the retail end in Europe and the United States, major importers and distributors have generally adopted inventory reduction strategies these years and cut procurement orders for non-essential consumer electronics. Meanwhile, due to the uncertain macroeconomic outlook, the personal care appliances market has experienced a trend of consumption downgrading, leading to a sharp decline in the revenue in this segment.

On the production and manufacturing side in the PRC, the Group has faced the same difficulties encountered by other manufacturers in the PRC during the Year. Rising labor costs in the PRC, coupled with increasing compliance and operational expenses, have further eroded the traditional cost advantage of manufacturing. Although commodity prices fell in the first half of the Year, core raw materials closely related to electrical haircare appliances — such as copper and plastics — experienced significant fluctuations in the second half of the Year. In addition, global geopolitical tensions have created high uncertainty in cross-border shipping costs and logistics efficiency, making production scheduling and precise inventory management increasingly difficult. The overall production cost of supply chain in the PRC continues to rise, leaving the Group in a dilemma between order pricing and profit margins.

From the perspective of the international market for PRC export products, competition has reached an intense stage. With relatively low technological barriers, a large number of small and medium-sized domestic manufacturers have emerged, resulting in overall overcapacity. Many PRC companies, in their bid to secure limited overseas orders, have triggered intense price competition in the traditional OEM market. It does not only affect the profitability of the Group's existing export products but also leads to the loss of many mid-to-high-end European and American clients. More critically, some overseas countries have continuously raised tariffs and tightened technical, environmental, and certification requirements (such as stricter energy efficiency and safety certifications), significantly increasing compliance costs for PRC export products.

In response to the dual challenges of the global market and manufacturing environment in the PRC, the Group has been adopting proactive yet cautious strategies. It restructures product portfolio and production capacity of this segment, gradually phasing out low-margin products, and reduces excessive reliance on the European and American markets. The Group will focus more resources on the research and development of high-value-added, intelligent, and energy-efficient premium electrical haircare appliances, while actively expand into new markets. The goal is to maintain market share in a volatile environment through technological differentiation and competitive innovation.

General market for the electrical haircare appliances

Due to the worldwide economic uncertainties and the geopolitical tensions, the consumer sentiment was still low during the Year. It was observed that the ultimate consumers take longer period of time to replace home appliances in general. In particular, for electrical haircare appliances, as the useful lives of the products of the Group are usually long under normal daily household operations, they do not need to replace their electrical haircare appliances unless there is new product function or other necessary advanced requirement. It affected the demand of the products from the customers (mainly branding distributors) which sell the products to the ultimate consumers. Thus, it decreased the quantities of the products sold during the Year.

Change of consumer preference

In the past, consumers mainly focused on electrical haircare appliances with strong wind, high temperature and functions such as ionic function and cool/hot conversion. Nowadays, in addition to the above functions, consumers expect advanced technology such as AI temperature control with memory of consumer's preference, more convenient and portable in size for storage and travelling. In some major countries in the European regions, the market prefers more advanced products according to market research results and it caused the revenue from the European regions experiencing a significant decrease.

In light of the above, the Group has been endeavouring to expend effort in the research and development of new products with new features. However, it takes time to achieve a breakthrough in technology and some of the existing products were phased out during the Year. The Group will closely communicate with the customers to understand and accommodate their requirements and provide appropriate solutions to overcome this challenge.

As always, the Group has put efforts on improving the competitiveness of its high quality products together with bolstering its research and development capabilities with an aim to enhancing its market share and achieving a long-term relationship with its customers.

Information Technology Service

The Group commenced the business of provision of tailor-made information technology system platform (the "**Platform**") development services in the PRC to the customers in the second half of 2023 with a business partner (the "**Business Partner**") which holds 49% of the equity interest of Xiamen Tianyang Digital Technology Company Limited* (廈門天洋數字科技有限公司) ("**Xiamen Tianyang**"), an indirect non wholly-owned subsidiary of the Company.

In the recent years, the government of the PRC has actively promoted digital management of cities and used data to carry out urban governance and provide various services. They require the operations of different industries to carry out information management to improve urban governance standards and the quality of public services and thus accelerate economic development. With the promulgation of new policies for digital city, data elements and big data, the implementation of major projects in the PRC and the need for economic recovery after the pandemic, enterprises are also digitising their operations to meet their needs.

The Group designs tailor-made platforms to provide data integration and consolidation process services according to the requirements and needs of customers. The processes include data extracting, transforming and loading (ETL). The platforms integrate data from different systems, applications or data sources into a unified and user-friendly format to provide the customers of the Group with a unified, accessible, easy and convenient view of relevant data to facilitate analysis, reporting, and business decision-making. The Group also assists the customers in providing trainings for the use of the customised systems. The services of the Group allow its customers to improve the quality of decision-making, save cost of management and monitoring, increase operational efficiency, gain deeper customer understanding and promote innovation.

During the Year, revenue from the segment recorded a slight increase compared with the last financial year, mainly supported by the execution of existing contracts. However, the information technology service segment maintained revenue scale but the growth in gross profit was constrained.

In the PRC market, while overall demand for information technology services remained stable amid the ongoing advancement of enterprise digital transformation, the slowdown in the domestic economy led corporate clients to adopt a more cautious approach to information technology service budgets, with stricter approval processes for project-related expenditures. At the same time, intense competition in the domestic information technology services market posed downward pressure on service pricing and profit margins.

Globally, the technology industry is undergoing a new wave of transformation, represented by artificial intelligence and cloud computing. To avoid being left behind by international technology trends and to meet the urgent demand of core clients for new technology integration, the Group continued to invest in retaining senior technical talents and in research and development during the Year. The dual pressures of rising R&D and service costs, coupled with declining service prices due to market competition, placed the information technology service segment under operational strain. Despite profitability challenges, the strategic role of the information technology service segment as the Group's core technology backbone remains unchanged. The Group is actively implementing cost-reduction and efficiency-enhancement measures, optimising project delivery processes, and channeling resources into higher-margin IT services, with the aim of gradually restoring and improving gross profit levels while maintaining stable revenue.

Meanwhile, the Group is exploring new business opportunities by integrating current IT services with Web 3.0 technologies to diversify revenue streams. During the Year, the Group collaborated with various professional teams to evaluate commercialisation plans for Web 3.0 technologies and to develop related platforms, with the goal of transforming these initiatives into a stable source of revenue and profit for the segment.

During the Year, the Group has provided services to customers in different aspects as follows, including but not limited to:

Agricultural management platform

The platform integrates traditional agricultural management with modern information technology to form an intelligent management system. It incorporates sensor technology and big data analysis to assist farmers in improving production efficiency, reducing costs, and enhancing the quality and yield of agricultural products. The platform has multiple functional modules covering farmland utilisation, crop growth management, agricultural product quality monitoring, environmental monitoring and equipment management.

Smart campus management system for an educational institute

The system monitors the campus overview comprehensively covering, inter alia, climate, equipment, pedestrian flow, and patrol data. It also assists in emergency management including area monitoring, alarm monitoring and emergency notification to ensure the safety of teachers, students and staff.

Supply chain management system

The system coordinates, integrates, and optimises various links of the supply chain, covering the entire process from raw material procurement, production, inventory management, order processing, logistics transportation to product delivery to the end consumer. The system improves supply chain operational efficiency and transparency through demand forecasting, real-time data analysis, and monitoring, reduces inventory costs, lowers production and logistics risks, and enhances customer satisfaction.

AI customer service management system

The system uses AI technology combined with multi-channel customer service and intelligent chatbots to achieve automated customer support and management. The system provides real-time responses, supports both voice and text customer services, integrates social platforms and websites, enhances service efficiency and customer experience, and optimises response processes through intelligent learning and data analysis. This helps enterprises to reduce labor costs and improve overall operational efficiency.

In the Year, the five major customers of the information technology service segment accounted for approximately 88.0% and 42.9% of the revenue of this segment and the Group, respectively.

LIQUIDITY AND FINANCIAL RESOURCES

As at 31 March 2026, the Group had approximately HK$35,880,000 bank and cash balances (2025: HK$11,399,000). The increase in bank and cash balances was mainly attributable to the decrease in costs and expenses and increase in proceeds from the issue of new shares of the Company (the "**Share(s)**").

As at 31 March 2026, the Group had total borrowings of approximately HK$23,865,000 (2025: HK$35,005,000), comprising trade finance of HK$nil (2025: HK$1,781,000), bank borrowings of approximately HK$19,557,000 (2025: HK$26,896,000), bank overdrafts of approximately HK$4,308,000 (2025: HK$nil) and loans from a related party of HK$nil (2025: HK$6,328,000). The trade finance and bank borrowings and overdrafts carried interest rates ranging from HIBOR/LIBOR plus 1.8% to 2.0% (2025: 1.8% to 2.0%) or 1% (2025: 1%) below Prime Rate and 8% (2025: 8%) over Prime Rate, respectively.

The net current assets as at 31 March 2026 amounted to approximately HK$27,391,000 (2025: net current liabilities of approximately HK$3,624,000). Current ratio of the Group as at 31 March 2026 was approximately 1.41 (2025: 0.96).

The Group has adopted a prudent financial and surplus funds management approach towards its treasury policies and thus maintained a sufficient liquidity position throughout the Year. To manage liquidity risk, the Board closely monitors the Group's liquidity position and actively explores fund raising opportunities to ensure that sufficient financial resources are available to meet its funding requirements and commitment in a timely manner.

CHARGES ON ASSETS

The Group had no charges on its assets as at 31 March 2026 (2025: Nil).

FOREIGN EXCHANGE EXPOSURE

The Group's consolidated financial statements are presented in Hong Kong dollars. The Group conducts business transactions mainly in Hong Kong dollars, United States dollars and Renminbi. As the Hong Kong dollar remains pegged to the United States dollar, there has been no material exchange risk in this respect. To manage fluctuation of the Renminbi, the Group has been able to hedge Renminbi receipts and Renminbi payments on an ongoing basis with revenue generated in Mainland China. All of the Group's bank loan facilities are denominated in Hong Kong dollars and carry interest at floating rates.

CONTRACTUAL AND CAPITAL COMMITMENTS

As at 31 March 2026, the Group had capital commitments of approximately HK$40,062,000 (2025: HK$912,000).

CONTINGENT LIABILITIES

As at 31 March 2026, the Group had no material contingent liabilities (2025: nil).

EMPLOYMENT AND REMUNERATION POLICIES

As at 31 March 2026, the Group had a total workforce of 257 (2025: 344) including 22 employees (2025: 22) in Hong Kong. Employee costs, including directors' emoluments, amounted to approximately HK$24,674,000 for the Year (2025: HK$45,781,000). The Group's remuneration policy is underscored by the principle of awarding equitable packages to employees, incentive-based where applicable, with remunerations being performance-oriented and market-competitive. Remuneration packages are normally reviewed on a regular basis. Apart from salary payments, the Group offers other staff benefits including share options, performance-based bonuses, provident fund contributions and medical insurance coverage.

DIVIDENDS

The Directors do not recommend the declaration of a final dividend for the Year.

ISSUE OF NEW SHARES UNDER GENERAL MANDATE DURING THE YEAR

Issue of 117,088,000 new Shares

On 6 November 2025, the Company, as the issuer, entered into twenty seven subscription agreements with twenty seven subscribers pursuant to which the subscribers had agreed to subscribe for, and the Company had agreed to allot and issue, 117,088,000 new ordinary Shares in aggregate at the subscription price of HK$0.9 per subscription Share. The subscription Shares were allotted and issued under the general mandate granted by the Shareholders at the annual general meeting of the Company held on 22 August 2025. The net issue price was approximately HK$0.89 per subscription Share. The table below sets out the background of the subscribers:

	Subscribers	Background of the subscribers	Number of subscription Shares	Nominal value of the subscription Shares
				HK$
1.	Subscriber A	Individual investor familiar with the security investment sector	6,664,000	6,664
2.	Subscriber B	Individual investor and a merchant engaging in the pharmaceutical business	3,552,000	3,552
3.	Subscriber C	Individual investor and a merchant engaging in the pharmaceutical business	8,552,000	8,552
4.	Subscriber D	Individual investor and a financial planner	12,220,000	12,220
5.	Subscriber E	Individual investor and a merchant engaging in medical aesthetics business	2,452,000	2,452
6.	Subscriber F	Individual investor familiar with the security investment sector	7,776,000	7,776
7.	Subscriber G	Individual investor and a merchant engaging in the trading business	2,220,000	2,220
8.	Subscriber H	Individual investor familiar with the finance and audit sector and a senior economist	5,552,000	5,552
9.	Subscriber I	Individual investor familiar with information technology sector	3,332,000	3,332

	Subscribers	Background of the subscribers	Number of subscription Shares	Nominal value of the subscription Shares *HK$*
10.	Subscriber J	Individual investor familiar with the security investment sector	5,552,000	5,552
11.	Subscriber K	Individual investor familiar with the home appliances manufacturing sector	1,108,000	1,108
12.	Subscriber L	Individual investor familiar with information technology sector	5,552,000	5,552
13.	Subscriber M	Individual investor familiar with the e-commerce business	4,776,000	4,776
14.	Subscriber N	Individual investor and a merchant engaging in the information technology business	1,108,000	1,108
15.	Subscriber O	Individual investor and a merchant engaging in the construction and engineering and energy businesses	2,444,000	2,444
16.	Subscriber P	Individual investor familiar with the banking industry	552,000	552
17.	Subscriber Q	Individual investor and a merchant engaging in the mechanical and electrical engineering business	552,000	552
18.	Subscriber R	Individual investor familiar with the security investment sector	888,000	888
19.	Subscriber S	Individual investor familiar with the security investment sector	1,108,000	1,108
20.	Subscriber T	Individual investor familiar with the security investment sector	2,220,000	2,220
21.	Subscriber U	Individual investor familiar with the security investment sector	3,332,000	3,332
22.	Subscriber V	Individual investor familiar with the security investment sector	4,552,000	4,552

	Subscribers	Background of the subscribers	Number of subscription Shares	Nominal value of the subscription Shares
				HK$
23.	Subscriber W	Individual investor familiar with the security investment sector	3,332,000	3,332
24.	Subscriber X	Individual investor familiar with the security investment sector	4,364,000	4,364
25.	Subscriber Y	Individual investor familiar with banking sector and a merchant engaging in fintech business	7,776,000	7,776
26.	Subscriber Z	Individual investor and a merchant engaging in apparel trading business	2,220,000	2,220
27.	Subscriber AA	A company which is principally engaged in investment holding and its ultimate beneficial owner is an individual with extensive experience in equity investment	13,332,000	13,332
	Total		**117,088,000**	**117,088**

To the best of the knowledge, information and belief of the Directors, having made all reasonable enquiries, the subscribers and its beneficial owner were independent of the Company and its connected persons.

The closing price was HK$1.12 per Share as quoted on the Stock Exchange on the date of the subscription agreements. The aggregate nominal value of the subscription Shares was HK$117,088. The subscriptions were completed and 117,088,000 new Shares in aggregate were allotted and issued to the subscribers on 27 November 2025. Immediately after the completion of the subscriptions, no subscriber was regarded as a substantial Shareholder and a connected person of the Company under Chapter 14A of the Listing Rules.

The net proceeds from the subscriptions amounted to approximately HK$104.0 million. It is expected that such net proceeds from the subscriptions will be utilised for business development, repayment of debts and general working capital. The net proceeds are expected to be fully utilised within 12 months from the completion date of the subscriptions.

The detailed breakdown of the approximate allocation of the intended uses and the utilisation of the net proceeds from the share subscriptions as at the date of this announcement are as follows:

	Intended uses *HK$ million*	Utilised *HK$ million*	Unutilised *HK$ million*
The Business Development			
— Recruitment of expertise with Web3.0 knowledge	10.0	(10.0)	–
— Operational expenses, including but not limited to rental expenses, acquisition of hardware and subscription of services; cooperation with business partners to develop Web3.0 applications and/or investments in Web3.0 technology companies	20.0	(20.0)	–
Repayment of debts	6.9	(6.9)	–
General working capital			
— Staff salaries and benefit	20.0	(13.3)	6.7
— Payment of due trade payables	15.0	(15.0)	–
— Professional fees, including but not limited to audit fees, legal advisor fees and consultancy fees	9.2	(9.2)	–
— Operational expenses, including but not limited to rental expenses, water and electricity charges, replacement of existing factory and office equipment and expenses in relation to governance compliance	10.0	(10.0)	–
— Research and development on electrical haircare products	2.0	(2.0)	–
— For the Liquidity	10.9	(10.9)	–
Total	**104.0**	**(97.3)**	**6.7**

The Directors considered that the subscriptions represented a good opportunity to raise additional funds to strengthen the financial position and liquidity of the Group and meet any future development and financial obligations at a reasonable cost. The Directors were of the view that, apart from debt financing, the subscriptions help to broaden the Company's funding channels.

For the details of the subscriptions, please refer to the announcements of the Company dated 6 November 2025, 17 November 2025 and 27 November 2025.

Issue of 46,000,000 new Shares

On 14 April 2025, the Company, as the issuer, entered into six subscription agreements with six subscribers pursuant to which the subscribers had agreed to subscribe for, and the Company had agreed to allot and issue, 46,000,000 new ordinary Shares in aggregate at the subscription price of HK$0.22 per subscription Share. The subscription Shares were allotted and issued under the general mandate granted by the Shareholders at the annual general meeting of the Company held on 3 September 2024. The net issue price was approximately HK$0.22 per subscription Share. The table below sets out the background of the subscribers:

Subscribers	Background of the subscribers	Number of subscription Shares	Nominal value of the subscription Shares
			HK$
Subscriber A	An individual investor with extensive experience in equity investment and is a merchant.	4,544,000	4,544
Subscriber B	An individual investor with extensive experience in equity investment and is a merchant.	9,092,000	9,092
Subscriber C	An individual investor with extensive experience in equity investment and engages in cloud computing business in the PRC.	13,636,000	13,636
Subscriber D	An individual investor with extensive experience in equity investment and engages in electronic commerce in the PRC.	2,272,000	2,272
Subscriber E	An individual investor with extensive experience in equity investment and engages in electronic commerce in the PRC.	2,272,000	2,272
Subscriber F	An individual investor with extensive experience in equity investment and a consultant for an energy company in the PRC.	14,184,000	14,184
Total		**46,000,000**	**46,000**

To the best of the knowledge, information and belief of the Directors, having made all reasonable enquiries, the subscribers were independent of the Company and its connected persons.

The closing price was HK$0.27 per Share as quoted on the Stock Exchange on the date of the subscription agreements. The aggregate nominal value of the subscription Shares was HK$46,000. The subscriptions were completed and 46,000,000 new Shares in aggregate were allotted and issued to the subscribers on 30 April 2025. Immediately after the completion of the subscriptions, no subscriber was regarded as a substantial Shareholder and a connected person of the Company under Chapter 14A of the Listing Rules.

The net proceeds from the subscriptions amounted to approximately HK$10.0 million. Approximately HK$5.0 million and HK$5.0 million were fully utilised for repayment of debts and general working capital as intended respectively. The Directors considered that the subscriptions represented a good opportunity to raise additional funds to strengthen the financial position and liquidity of the Group and meet any future development and financial obligations at a reasonable cost. The Directors were of the view that, apart from debt financing, the subscriptions help to broaden the Company's funding channels.

For the details of the subscriptions, please refer to the announcements of the Company dated 14 April 2025 and 30 April 2025.

PROSPECTS

Looking ahead to the 2026/27 financial year, the global economy is expected to continue its trend of low growth rate, with geopolitical risks and trade barriers persisting. While the PRC's economy is anticipated to show a more resilient structural recovery in 2027 supported by government policies, short-term downward pressure and market restructuring will continue. In view of this, the Group maintains an optimistic yet cautious approach towards its business prospects for the coming year, while continuing to diversify its operations.

For the electrical haircare appliance segment, the focus will be on maintaining stable operations, controlling costs, and halting the decline in revenue. On this basis, the Group will closely monitor global trends in the green economy and smart personal care to restructure its product portfolio, while seeking contract manufacturing opportunities for high-margin, high-end brands.

For the information technology service segment, despite profit margins being under pressure, the Group will leverage its existing customer base and technical expertise to strive for stable revenue scale. As Web 3.0 and virtual asset technologies reshape the global financial and digital economy landscape, the Group will explore new business opportunities that integrate its current information technology services with Web 3.0 technology to expand its revenue streams. The Group will accelerate the commercial implementation of this sector while continuously reviewing market opportunities. It does not rule out the possibility of further increasing capital investment and forming strategic alliances with other commercial partners within regulatory frameworks, aiming to transform Web 3.0-related businesses into a stable source of revenue and profit for the Group in the shortest possible time.

In addition, the Group will continue to explore possible investment opportunities, to expand and diversify its business and activities, with a view to create new sources of income and to maximise the return to the Company and its shareholders in the long run.

PURCHASE, REDEMPTION OR SALES OF LISTED SECURITIES OF THE COMPANY

Neither the Company, nor any of its subsidiaries purchased, redeemed or sold any of the Company's listed securities during the Year.

SIGNIFICANT INVESTMENTS HELD

Investment in an associate

As at 31 March 2026, the Group had interest in an associate of Panteon Fintech Limited ("**Panteon Fintech**"), with net book value of approximately HK$9,660,000. This investment is held through a wholly-owned subsidiary of the Company.

Details of the investment as at 31 March 2026, are as follows:

	As at 31 March 2026					For the Year	
Company name	**Number of shares held**	**Proportion to the total issued share capital of the associate**	**Original investment** *HK$'000*	**Net book value** *HK$'000*	**Proportion to the total assets of the Group**	**Share of loss of an associate** *HK$'000*	**Dividends received** *HK$'000*
Panteon Fintech	7,500	15%	9,900	9,660	6.68%	(240)	–

Although the Company holds less than 20% of the voting power of Panteon Fintech, the Company exercises significant influence over Panteon Fintech because the Company is guaranteed a seat on the board of directors of Panteon Fintech pursuant to the joint venture and shareholders' agreement and hence has the power to participate in the making of significant financial and operating decisions in relation to Panteon Fintech.

Panteon Fintech is an investment holding company. It holds 100% interest in Smart Finance Capital Limited which was in the preliminary stage to engage in, inter alia, the development and operation of settlement platform.

For the year ended 31 March 2026, the Group recognised share of loss of an associate of Panteon Fintech of approximately HK$240,000.

Investment in an associate of Panteon Fintech is a strategic choice designed to foster enduring partnerships that promote mutual growth. Our intention is to maintain this investment for the long term, with the goal of generating sustainable value of the Company and its shareholders over time.

Except for investments in its subsidiaries and the above investment in an associate, during the Year, the Group did not hold any other significant investment in equity interest in any other company.

SIGNIFICANT INVESTMENT, MATERIAL ACQUISITIONS AND DISPOSALS

Investment in an associate during the Year

On 2 December 2025, the Group entered into a joint venture and shareholders' agreement with a third party, pursuant to which, the parties to the agreement agreed to jointly set up Panteon Fintech and the Group agreed to invest HK$9,900,000 for 15% equity interest in Panteon Fintech. Up to 31 March 2026, the Group has contributed HK$9,500,000 to Panteon Fintech and the remaining balance of HK$400,000 was contributed on 14 April 2026.

Disclosable transaction — Acquisition of properties

On 23 December 2025, CRT Technology Limited (創新科技有限公司) (the "**Purchaser**"), a direct wholly-owned subsidiary of the Company, and Ms. Wang Xiu Hua (王秀華女士) (the "**Vendor**"), entered into a sale and purchase agreement (the "**Agreement**"). Pursuant to the Agreement, the Vendor agreed to sell and the Purchaser agreed to acquire Units 16A, 16B, 16C, 16D, 16E, 16F, 16G, 16H, 16I, and 16J of China Economic Trade Building (中國經貿大廈) located at Zizhuqi Road, Zhuzilin, Futian District, Shenzhen, the PRC (the "**Properties**"). To the best of the knowledge, information, and belief of the Board after making all reasonable enquiries, the Vendor is an individual who is a Chinese merchant engaged in property development and is an independent third party of the Company. As one or more of the applicable percentage ratios under Rule 14.07 of the Listing Rules in respect of the acquisition exceeded 5% but all were less than 25%, the transaction constituted a discloseable transaction for the Company under Chapter 14 of the Listing Rules.

The consideration for the acquisition was RMB45,000,000 (approximately HK$49,500,000), which was subject to an adjustment mechanism. The consideration was determined after arm's length negotiations by reference to prevailing market conditions. The transaction is funded by the internal resources of the Group, while the Group would also consider exploring mortgage loan alternatives to fund the payment.

The acquisition provides essential office space to cater to the future business growth of the Group's Web3.0 business. The Board believes that owning the Properties for its Web3.0 operations will enhance operational efficiency, minimise the risks of future reliance on leased premises, avoid long-term rental fluctuations or expenses, and strengthen the Group's asset base. The Directors consider that the terms of the Agreement are on normal commercial terms, fair and reasonable, and in the interests of the Company and its shareholders as a whole.

Completion of the acquisition is subject to the fulfillment of the conditions precedent (the "**Conditions Precedent**") as set out in the Agreement that the Purchaser and the Vendor having completed the delivery inspection and acceptance of the Properties, and transfer registration at the real estate registration authority and the Purchaser or its designated party having obtained the new real estate ownership certificates of the Properties in accordance with the applicable laws of the PRC. The initial proposed completion date was 22 April 2026 according to the terms of the Agreement. As more time is required to fulfill the Conditions Precedent, the Purchaser and the Vendor have agreed in writing on 21 April 2026 to extend the proposed completion date to 31 July 2026 (or such later date as may be agreed between the Purchaser and the Vendor in writing).

For details of the acquisition, please refer to the announcements of the Company dated 23 December 2025 and 21 April 2026.

Except for the investment and acquisition above, the Group did not have any significant investment, material acquisitions and disposals of subsidiaries, associates and joint ventures during the Year.

IMPORTANT EVENT AFTER THE REPORTING PERIOD

On 27 April 2026 (the "**Date of Grant**"), the Company granted an aggregate of 56,700,000 share options of the Company (the "**Share Option(s)**") to 9 eligible persons of the Group (the "**Grantee(s)**") to subscribe for an aggregate of 56,700,000 ordinary Shares of HK$0.001 each at an exercise price of HK$0.62 per Share, subject to acceptance by the Grantees, under the share option scheme adopted by the Company on 22 August 2025. The Share Options are exercisable after twelve (12) months from the Date of Grant. The closing price of the Shares immediately before the date on which the Share Options were granted was HK$0.61. An aggregate of 18,900,000 Share Options were granted to Directors, Mr. Zhang Huijun, Ms. Cai Dongyan and Mr. Zhou Li Yang, and an aggregate of 37,800,000 Share Options were granted to other 6 employees of the Group. In view of the Directors and remuneration committee of the Company, there is no performance target attached to the Share Options. For the details of the grant of Share Options, please refer to the announcements of the Company dated 27 April 2026 and 30 April 2026.

Save as otherwise disclosed in this announcement, no important events affecting the Company have occurred since 31 March 2026 and up to the date of this announcement.

CORPORATE GOVERNANCE

To enhance accountability, transparency, independence, responsibility and fairness to the shareholders and stakeholders of the Company, the Company is dedicated to develop an appropriate framework of corporate governance for the Group. In the opinion of the Board, the Company has complied with the applicable code provisions of the Corporate Governance Code and Corporate Governance Report (the "**CG Code**") as set out in Appendix C1 of the Listing Rules throughout the Year.

The Company considers that sufficient measures have been taken to ensure that the corporate governance practices of the Company were in line with the CG Code during the Year. The Company will continue to review its corporate governance practices in order to enhance its corporate governance standard, to comply with the increasingly stringent regulatory requirements and to meet the rising expectations of the shareholders and investors of the Company.

COMPLIANCE WITH THE MODEL CODE

The Company has adopted procedures governing Directors' securities transactions in compliance with the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") as set out in Appendix C3 of the Listing Rules. Upon enquiry by the Company, all the Directors have confirmed that they fully complied with the required standards as set out in the Model Code throughout the Year.

AUDIT COMMITTEE

The audit committee has reviewed and discussed with the management of the Company the accounting principles and practices, risk management and internal control systems adopted by the Group. The audit committee has also reviewed the consolidated financial statements of the Group for the Year and this announcement. The audit committee comprises three independent non-executive Directors and none of them is employed by or otherwise affiliated with former or existing auditors of the Company.

SCOPE OF WORK OF ZHONGHUI ANDA CPA LIMITED

The figures in respect of the Group's consolidated statement of financial position, consolidated statement of profit or loss and other comprehensive income and the related notes thereto for the Year as set out in this announcement have been agreed by the Group's auditors, ZHONGHUI ANDA CPA Limited, to the amounts set out in the Group's audited consolidated financial statements for the Year. The work performed by ZHONGHUI ANDA CPA Limited in this respect did not constitute an assurance engagement and consequently no opinion or assurance conclusion has been expressed by ZHONGHUI ANDA CPA Limited on the this announcement.

EXTRACT FROM THE INDEPENDENT AUDITOR'S REPORT

The following is an extract from the independent auditor's report on the consolidated financial statements of the Group for the Year:

OPINION

In our opinion, the consolidated financial statements give a true and fair view of the consolidated financial position of the Group as at 31 March 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.

MATERIAL UNCERTAINTY RELATED TO GOING CONCERN

We draw attention to note 2 to the consolidated financial statements which mentions that the Group incurred a loss attributable to owners of the Company of approximately HK$30,487,000 for the year ended 31 March 2026 and as at 31 March 2026, the Group had current liabilities of approximately HK$67,301,000, but the Group only had cash and cash equivalents of approximately HK$35,880,000. Besides, the Group had a net operating cash outflow of approximately HK$22,334,000 for the year ended 31 March 2026. These conditions indicate a material uncertainty which may cast significant doubt on the Group 's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

PUBLICATION OF THE RESULTS ANNOUNCEMENT AND ANNUAL REPORT

This announcement is published on the website of the Stock Exchange (www.hkexnews.hk) and the website of the Company (www.chinaintech464.com). The annual report for the Year will be published on the above websites and despatched to the relevant shareholders of the Company in due course.

APPRECIATION

On behalf of the Board, I would like to extend my sincere gratitude to the entire workforce for their diligence and commitment during the Year. Further, I would like to thank our shareholders for their confidence in the Group, our customers worldwide for their trust and support of our products and services, as well as our bankers and business partners for their ongoing support.

By Order of the Board
CHINA IN-TECH LIMITED
Zhou Li Yang
Executive Director

Hong Kong, 29 June 2026

As at the date of this announcement, the Board comprises four executive Directors, namely Mr. Zhang Huijun, Ms. Cai Dongyan, Mr. Zhou Li Yang and Mr. Zhang Jiayou, and three independent non-executive Directors, namely Mr. Hu Zhigang, Mr. Ma Yu-heng and Professor Wang Zehua.

Website: www.chinaintech464.com