



CHINA KUNDA TECHNOLOGY HOLDINGS LIMITED

(Incorporated in Singapore with Company Registration No.: 200712727W)

SGX Stock Code: **GU5**

**UNAUDITED CONDENSED INTERIM CONSOLIDATED FINANCIAL
STATEMENTS**

FOR THE SIX MONTHS AND FULL YEAR ENDED 31 MARCH 2026

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PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF FULL YEAR RESULTS

1(a) An income statement for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.

<u>Condensed Interim Consolidated Income Statement</u>	Note	Group		Change %	Group		Change %
		Six months ended			Financial year ended		
		31-Mar-26 ("2H2026") HK\$'000	31-Mar-25 ("2H2025") HK\$'000		31-Mar-26 ("FY2026") HK\$'000	31-Mar-25 ("FY2025") HK\$'000	
Revenue	4	27,297	18,377	48.5	55,894	38,928	43.6
Cost of sales		(24,237)	(17,027)	42.3	(49,550)	(35,381)	40.0
Gross profit		3,060	1,350	126.7	6,344	3,547	78.9
Other items of income							
Interest income		-	3	(100.0)	1	10	(90.0)
Other income	5	130	267	(51.3)	153	289	(47.1)
Other items of expense							
Selling and distribution expenses		(795)	(1,421)	(44.1)	(1,660)	(2,267)	(26.8)
General and administrative expenses		(6,436)	(5,615)	14.6	(12,175)	(10,944)	11.2
Finance costs		(3)	-	n.m.	(3)	-	n.m.
Other expenses	6	(1,684)	(483)	>100.0	(1,422)	(1,146)	24.1
Loss before tax	7	(5,728)	(5,899)	(2.9)	(8,762)	(10,511)	(16.6)
Income tax expense		-	-	n.m.	-	-	n.m.
Loss for the year		(5,728)	(5,899)	(2.9)	(8,762)	(10,511)	(16.6)
Attributable to:							
Owners of the Company		(5,728)	(5,899)	(2.9)	(8,762)	(10,511)	(16.6)
Loss per share (HK cents per share)							
Basic and diluted	9	(1.40)	(1.44)		(2.14)	(2.56)	

n.m. : not meaningful

1(a) A statement of comprehensive income (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

<u>Condensed Interim Consolidated Statement of Comprehensive Income</u>	Group			Group		
	2H2026 HK\$'000	2H2025 HK\$'000	Change %	FY2026 HK\$'000	FY2025 HK\$'000	Change %
Loss for the year	(5,728)	(5,899)	(2.9)	(8,762)	(10,511)	(16.6)
Other comprehensive (loss)/income:						
Items that may be subsequently reclassified to profit & loss:						
Foreign currency translation, net of tax	(29)	(211)	(86.3)	(27)	(50)	(46.0)
Items that may not be subsequently reclassified to profit & loss:						
Foreign currency translation, net of tax	(392)	147	n.m.	(475)	52	n.m.
Other comprehensive (loss)/income for the year, net of tax	(421)	(64)	>100.0	(502)	2	n.m.
Total comprehensive loss for the year	(6,149)	(5,963)	3.1	(9,264)	(10,509)	(11.8)
Attributable to:						
Owners of the Company						
Total comprehensive loss for the year attributable to owners of the Company	(6,149)	(5,963)	3.1	(9,264)	(10,509)	(11.8)

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

Note	Group As at 31-Mar-26 HK\$'000	Group As at 31-Mar-25 HK\$'000	Company As at 31-Mar-26 HK\$'000	Company As at 31-Mar-25 HK\$'000
<u>Non-current assets</u>				
	-	-	26,872	25,342
Investment in subsidiaries				
Plant and equipment	2,929	5,278	-	-
Intangible assets	219	443	-	-
Total non-current assets	3,148	5,721	26,872	25,342
<u>Current assets</u>				
Inventories	3,349	4,440	-	-
Trade and other receivables	21,798	11,977	-	-
Prepayments	537	124	78	73
Amounts due from related parties	-	-	131	414
Cash and cash equivalents	2,771	3,131	822	117
Total current assets	28,455	19,672	1,031	604
Total Assets	31,603	25,393	27,903	25,946
<u>Current liabilities</u>				
Trade and other payables	24,511	16,007	1,952	729
Contract liabilities	850	515	-	-
Other liabilities	4,426	4,217	1,522	1,419
Amounts due to related parties	11,831	7,975	9,273	5,327
Borrowings	2,569	-	-	-
Income tax payable	13	12	-	-
Total current liabilities	44,200	28,726	12,747	7,475
Net current liabilities	(15,745)	(9,054)	(11,716)	(6,871)
Total liabilities	44,200	28,726	12,747	7,475
Net (liabilities)/assets	(12,597)	(3,333)	15,156	18,471
<u>Equity attributable to owners of the Company</u>				
Share capital	148,309	148,309	148,309	148,309
Accumulated losses	(101,782)	(93,020)	(143,503)	(139,219)
Restructuring reserve	(74,397)	(74,397)	-	-
Foreign currency translation reserve	15,273	15,775	10,350	9,381
Total equity	(12,597)	(3,333)	15,156	18,471
Total equity and liabilities	31,603	25,393	27,903	25,946

1(c) A statement of cash flow (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group	
	FY2026 (HK\$'000)	FY2025 (HK\$'000)
Operating activities		
Loss before tax, total	(8,762)	(10,511)
Adjustments for:		
Depreciation of plant and equipment	724	837
Amortisation of intangible assets	242	213
Inventories written down, net	480	1,000
Impairment loss on trade and other receivables	298	99
Loss/(Gain) on disposal of plant and equipment	621	(159)
Finance costs	3	-
Interest income	(1)	(10)
Effect of exchange rate changes	(16)	23
Operating cash flows before working capital changes	(6,411)	(8,508)
Changes in working capital:		
Trade and other receivables	(9,097)	(4,148)
Inventories	834	(1,348)
Prepayments	(392)	69
Trade and other payables	7,290	5,214
Other liabilities	250	(820)
Amounts due to related parties, net	2,714	2,556
Cash flows used in operations	(4,812)	(6,985)
Interest received	1	10
Interest paid	(3)	-
Net cash flows used in operating activities	(4,814)	(6,975)
Investing activities		
Purchase of plant and equipment	-	(56)
Purchase of intangible assets	-	(224)
Proceeds from disposal of plant and equipment	1,236	217
Net cash flows generated from/(used in) investing activities	1,236	(63)
Financing activities		
Proceeds from interest-free loan from a related party	550	2,159
Proceeds of short term borrowings	2,485	-
Net cash flows generated from financing activities	3,035	2,159
Net decrease in cash and cash equivalents	(543)	(4,879)
Effect of exchange rate changes on cash and cash equivalents	183	(71)
Cash and cash equivalents at beginning of financial year	3,131	8,081
Cash and cash equivalents at end of financial year	2,771	3,131

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Attributable to owners of the Company					
	Equity, total HK\$'000	Equity attributable to owners of the Company, total HK\$'000	Share capital HK\$'000	Accumulated losses HK\$'000	Restructuring reserve HK\$'000	Foreign currency
						translation reserve HK\$'000
Group						
FY2026						
Opening balance at 1 April 2025	(3,333)	(3,333)	148,309	(93,020)	(74,397)	15,775
Loss for the year	(8,762)	(8,762)	-	(8,762)	-	-
Other comprehensive loss for the year, net of tax	(502)	(502)	-	-	-	(502)
Total comprehensive loss for the year	(9,264)	(9,264)	-	(8,762)	-	(502)
Closing balance at 31 March 2026	(12,597)	(12,597)	148,309	(101,782)	(74,397)	15,273

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Attributable to owners of the Company					
	Equity, total HK\$'000	Equity attributable to owners of the Company, total HK\$'000	Share capital HK\$'000	Accumulated losses HK\$'000	Restructuring reserve HK\$'000	Foreign currency
						translation reserve HK\$'000
Group						
FY2025						
Opening balance at 1 April 2024	7,176	7,176	148,309	(82,509)	(74,397)	15,773
Loss for the year	(10,511)	(10,511)	-	(10,511)	-	-
Other comprehensive income for the year, net of tax	2	2	-	-	-	2
Total comprehensive (loss)/income for the year	(10,509)	(10,509)	-	(10,511)	-	2
Closing balance at 31 March 2025	(3,333)	(3,333)	148,309	(93,020)	(74,397)	15,775

- 1(d) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Attributable to owners of the Company			
	Equity, total HK\$'000	Share capital HK\$'000	Accumulated losses HK\$'000	Foreign currency translation reserve HK\$'000
Company FY2026				
Opening balance at 1 April 2025	18,471	148,309	(139,219)	9,381
Loss for the year	(4,284)	-	(4,284)	-
Other comprehensive income for the year, net of tax	969	-	-	969
Total comprehensive (loss)/income for the year	(3,315)	-	(4,284)	969
Closing balance at 31 March 2026	15,156	148,309	(143,503)	10,350
Company FY2025				
Opening balance at 1 April 2024	22,983	148,309	(134,915)	9,589
Loss for the year	(4,304)	-	(4,304)	-
Other comprehensive loss for the year, net of tax	(208)	-	-	(208)
Total comprehensive loss for the year	(4,512)	-	(4,304)	(208)
Closing balance at 31 March 2025	18,471	148,309	(139,219)	9,381

Notes to the unaudited condensed interim consolidated financial statements

1. *Corporate information*

China Kunda Technology Holdings Limited (the "**Company**") is a limited liability company incorporated and domiciled in Singapore and is listed on the Catalist Board of the Singapore Exchange Securities Trading Limited. These unaudited condensed interim consolidated financial statements comprise the Company and its subsidiaries (collectively, the "**Group**"). The principal activity of the Company is investment holding. The principal activity of the Group mainly relates to the production and supply of moulds and IMD products.

The registered office of the Company is at 4 Shenton Way, SGX Centre 2, #17-01, Singapore 068807. The principal place of business of the Group is located at Bao Long Industrial Park, Bao Long Yi Road, Longgang District, Shenzhen City, Guangdong Province, People's Republic of China ("**PRC**").

2. *Basis of preparation*

These unaudited condensed interim consolidated financial statements of the Group and the condensed interim balance sheet and condensed interim statement of changes in equity of the Company have been prepared in accordance with Singapore Financial Reporting Standards (International) ("**SFRS(I)**") 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. They are also in compliance with the International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) and the provisions of the Catalist Rules.

The accounting policies and methods of computation applied in these unaudited condensed interim consolidated financial statements are consistent with those of the latest audited annual financial statements for the financial year ended 31 March 2025 except for the adoption of new and amended standards as set out in Note 2.1.

The unaudited condensed interim consolidated financial statements are presented in Hong Kong Dollars ("**HK\$**" or "**HKD**") and all values in the tables are rounded to the nearest thousand (HK\$'000), except when otherwise indicated. The functional currency of the Group is Chinese Yuan Renminbi ("**RMB**").

2.1 *New and amended standards adopted by the Group*

In the current financial year, the Group had adopted all the new and revised SFRS(I) and SFRS(I) Interpretation ("**SFRS(I) INT**") that are relevant to its operations and effective for the current financial year. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in the respective SFRS(I) and SFRS(I) INT. The adoption of these new/revised SFRS(I) and SFRS(I) INT did not have any material effect on the financial results or position of the Group and the Company.

2.2 *Use of judgements and estimates*

In preparing the unaudited condensed interim consolidated financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the audited consolidated financial statements as at and for the financial year ended 31 March 2025.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Going concern assumption

The Group reported a net loss of HK\$8.8 million (FY2025: HK\$10.5 million) and operating cash outflow of HK\$4.8 million (FY2025: HK\$7.0 million) for FY2026. As at 31 March 2026, the Group is in a net liability position and net current liability position of HK\$12.6 million (as at 31 March 2025: HK\$3.3 million) and HK\$15.7 million (as at 31 March 2025: HK\$9.1 million) respectively, and the Company is in a net current liability position of HK\$11.7 million (as at 31 March 2025: HK\$6.9 million).

Management has performed a detailed analysis of the Group's and Company's going concern assessment and continues to have a reasonable expectation that the Group and the Company have adequate resources to continue in operation for at least the next 12 months from the date of this announcement and that the going concern basis of preparation of these financial statements remains appropriate, based on the following considerations:

- (a) On 29 May 2026, the Group has obtained letters of undertaking from a related party and the Executive Directors, confirming that they will not demand payment, in any form, for the total amount of HK\$11,831,000 due to them from the Group as of 31 March 2026, including any amount relating to the related party's factory rental and the Executive Directors' partial salary that will accrue and become due to them from 1 April 2026 onwards. No payment shall be arranged until the Group's liquidity position so permits. Taking this into account, for illustrative purposes, the Group would be reporting net liabilities and net current liabilities of HK\$0.8 million and HK\$3.9 million as at 31 March 2026, respectively.
- (b) In April 2026, the Group has obtained a bank loan facility of RMB5,580,000 to enable it to meet its current and ongoing financial obligations and working capital requirements. The loan is secured by the property of an Executive Director of the Company, with interest rate of 2.4% per annum and term of 3 years which is renewable at maturity.
- (c) The related party and the Executive Directors of the Company have undertaken to provide financial support to the Group and the Company to enable them to meet their financial obligations as and when they fall due for at least twelve months from the date of this announcement.

In addition, management has assessed the Group's cash flow projections for the twelve-month period following the date of this announcement and is of the opinion that, together with the factors stated above, the Group and the Company will have sufficient liquidity to meet their liabilities as and when they fall due.

Having assessed the considerations above, the Board is of the opinion that the use of the going concern assumption in the preparation for financial statements for FY2026 is appropriate and the Group and the Company have the ability to operate as a going concern.

The Board, to the best of its knowledge and belief, confirms that all material disclosures have been provided for trading of the Company's securities to continue in an orderly manner.

3. *Seasonality of operations*

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial year.

4. *Financial information by operating segment*

For management purposes, the Group is organised into business units based on their products and services. As the newly established water treatment business ("**Water Business**") has not commenced operations during the financial year, the Group currently has one reportable operating segment, as follows:

*In-Mould Decoration ("**IMD**") and the Plastic Injection Parts Business (collectively, the "**IMD Business**")*

The IMD and Plastic injection parts segment provide specialised plastic injection parts and technical services used mainly in the production of electrical appliances and electronic devices.

IMD is the simultaneous injection moulding of a product with a formable plastic film. The formed film is inserted into the mould and then injected with the molten plastic resin to surround it, forming a finished integral part.

Except as indicated above, no operating segments have been aggregated to form reportable operating segments.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated by the Executive Chairman and Chief Executive Officer solely based on gross profit or loss. Certain expenses, other income, financial income/expense and income taxes are managed on a group basis and are not allocated to operating segments.

	IMD Business	Water Business	FY2025 (HK\$'000) Per consolidated financial statements
Additions to non-current assets	280	-	280
Segment assets as at 31 March 2025	25,393	-	25,393
Segment liabilities as at 31 March 2025	28,726	-	28,726

4.2 Geographical segments

Revenue and non-current assets information based on the geographical location of customers and assets respectively is as follows:

	Revenue		Revenue		Non-current assets	
	2H2026 HK\$'000	2H2025 HK\$'000	FY2026 HK\$'000	FY2025 HK\$'000	31 Mar 2026 HK\$'000	31 Mar 2025 HK\$'000
PRC	27,134	18,253	55,616	38,735	3,148	5,721
Europe	163	22	235	91	-	-
Others	-	102	43	102	-	-
	27,297	18,377	55,894	38,928	3,148	5,721

Non-current assets information presented above consists of plant and equipment and intangible assets, as presented in the consolidated balance sheet.

4.3 Disaggregation of revenue

Segments

	IMD and Plastic Injection Parts			
	2H2026 HK\$'000	2H2025 HK\$'000	FY2026 HK\$'000	FY2025 HK\$'000
Major products				
IMD products	26,390	16,216	53,682	35,577
IMD moulds	907	2,161	2,212	3,351
	27,297	18,377	55,894	38,928

Timing of transfer of goods

At a point in time	27,297	18,377	55,894	38,928
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4.4 Contract liabilities

Information about contract liabilities from contracts with customers is disclosed as follows:

	Group	
	31 March 2026 HK\$'000	31 March 2025 HK\$'000
Contract liabilities	850	515

Contract liabilities primarily relate to the Group's obligation to transfer goods or services to customers for which the Group has received advances from customers for sale of IMD products and IMD moulds.

5. Other income

	Group		Group	
	2H2026 HK\$'000	2H2025 HK\$'000	FY2026 HK\$'000	FY2025 HK\$'000
Sale of raw materials/scrap materials	26	80	50	97
Government grants related to income	34	9	66	21
Gain on disposal of plant and equipment	-	125	-	159
Net foreign exchange gain	60	51	37	-
Others	10	2	-	12
	130	267	153	289

6. Other expenses

	Group		Group	
	2H2026 HK\$'000	2H2025 HK\$'000	FY2026 HK\$'000	FY2025 HK\$'000
Inventories written down, net	646	367	480	1,000
Impairment loss on trade and other receivables	417	99	298	99
Loss on disposal of plant and equipment	621	-	621	-
Net foreign exchange loss	-	-	21	23
Others	-	17	2	24
	1,684	483	1,422	1,146

7. Loss before tax

The following items have been included in arriving at loss before tax from continuing operations:

	Group		Group	
	2H2026 HK\$'000	2H2025 HK\$'000	FY2026 HK\$'000	FY2025 HK\$'000
Audit fees:				
-Auditors of the Company	300	162	572	425
-Other auditors	78	54	132	108
Non-audit fees to other auditors of the Company	18	17	36	35
Depreciation of plant and equipment	310	412	724	837
Amortisation of intangible assets	122	119	242	213
Employee benefit expense	6,351	7,750	15,080	15,045
Expenses relating to short-term leases	646	821	1,461	1,574
Research expenses	745	702	1,735	1,871
Inventories recognised as an expense in cost of sales	24,237	17,027	49,550	35,381

8. Related party transactions

In addition to the related party information disclosed elsewhere in the financial statements, the following significant transactions between the Group and related parties took place on terms agreed between the parties during the financial year:

	Group		Group	
	2H2026	2H2025	FY2026	FY2025
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Rental of factory premises charged by a director-related company	646	821	1,461	1,574

In FY2026, the Group obtained an unsecured interest-free loan from a related party of HK\$0.6 million (FY2025: HK\$2.2 million) for its working capital purposes. As at 31 March 2026, the interest-free unsecured loans from a company related to a director was HK\$2.8 million (31 March 2025: HK\$2.1 million).

9. Loss per share

Loss per share computation

	Group		Group	
	2H2026	2H2025	FY2026	FY2025
Loss for the year attributable to owners of the Company (HK\$'000)	(5,728)	(5,899)	(8,762)	(10,511)
Weighted average number of ordinary shares for earnings per share computation ('000)	409,800	409,800	409,800	409,800
Basic loss per share (HK cents)	(1.40)	(1.44)	(2.14)	(2.56)

The diluted loss per share is not presented as their effect would have been anti-dilutive as at 31 March 2026 and 31 March 2025.

10. Net (liabilities)/assets value per share

	Group		Company	
	31 Mar 2026	31 Mar 2025	31 Mar 2026	31 Mar 2025
	HK cents	HK cents	HK cents	HK cents
Net (liabilities)/assets per ordinary share based on 409.8 million shares as at 31 March 2026 (31 March 2025: 409.8 million shares)	(3.07)	(0.81)	3.70	4.51

11. Non-current assets

There were no plant and equipment and intangible assets acquired by the Group for the financial year ended 31 March 2026. During the financial year ended 31 March 2025, the Group acquired plant and equipment amounting to HK\$56,000 and intangible assets amounting to HK\$224,000 for its IMD Business.

12. Inventories

	Group	
	31 Mar 2026	31 Mar 2025
	HK\$'000	HK\$'000
Balance sheet:		
Raw materials (at cost)	1,273	1,291
Work-in-progress (at cost or net realizable value)	1,566	2,549
Finished goods (at cost or net realizable value)	510	600
	3,349	4,440
	3,349	4,440

13. Financial assets and financial liabilities

	Group		Company	
	31 Mar 2026	31 Mar 2025	31 Mar 2026	31 Mar 2025
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
<u>Financial assets</u>				
Trade receivables	14,863	11,588	-	-
Bills receivables	6,910	372	-	-
Other receivables	25	17	-	-
	21,798	11,977	-	-
Total trade and other receivables	21,798	11,977	-	-
Add: Amounts due from related parties	-	-	131	414
Add: Cash and cash equivalents	2,771	3,131	822	117
Less: Bills receivables at FVOCI	(6,910)	(372)	-	-
	17,659	14,736	953	531
Total financial assets carried at amortised cost	17,659	14,736	953	531

	Group		Company	
	31 Mar 2026	31 Mar 2025	31 Mar 2026	31 Mar 2025
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
<u>Financial liabilities</u>				
Trade payables	17,877	11,477	-	-
Other payables	6,634	4,530	1,952	729
	24,511	16,007	1,952	729
Total trade and other payables	24,511	16,007	1,952	729
Add: Amounts due to related parties	11,831	7,975	9,273	5,327
Add: Accrued operating expenses	3,354	3,489	1,522	1,419
	39,696	27,471	12,747	7,475
Total financial liabilities carried at amortised cost	39,696	27,471	12,747	7,475

13.1 Fair value measurement

The Group classifies financial assets measured at fair value using a fair value hierarchy which reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- a) quoted prices (unadjusted) in active markets for identical assets or liabilities (**Level 1**);
- b) inputs other than quoted prices included within Level 1 which are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) (**Level 2**); and
- c) inputs for the assets or liability which are not based on observable market data (unobservable inputs) (**Level 3**).

The following table presented the assets measured at fair value:

	Level 1 HK\$'000	Level 2 HK\$'000	Level 3 HK\$'000	Total HK\$'000
Group – 31 March 2026				
Financial assets				
Bills receivables at FVOCI	-	6,910	-	6,910
Group – 31 March 2025				
Financial assets				
Bills receivables at FVOCI	-	372	-	372

14. Other liabilities

	Group		Company	
	31 Mar 2026	31 Mar 2025	31 Mar 2026	31 Mar 2025
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Accrued operating expenses	3,354	3,489	1,522	1,419
VAT and other tax payables	1,072	728	-	-
	4,426	4,217	1,522	1,419

15. Aggregate amount of the Group's borrowings and debt securities

Amount repayable in one year or less, or on demand

(In HK\$'000)

As at 31 March 2026		As at 31 March 2025	
Secured	Unsecured	Secured	Unsecured
-	5,410	-	2,144

Amount repayable after one year

(In HK\$'000)

As at 31 March 2026		As at 31 March 2025	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

Details of any collateral

As at 31 March 2026, the Group had unsecured borrowings of HK\$5,410,000 (31 March 2025: HK\$2,144,000) repayable within one year or on demand, which principally comprised:

- (i) interest-free unsecured loans of HK\$2.8 million from a company related to a director (31 March 2025: HK\$2.1 million);
- (ii) an unsecured bank loan facility of HK\$1.1 million, bearing interest at 2.55% per annum with a one-year term renewable at maturity (31 March 2025: nil); and
- (iii) discounted bills receivable of approximately HK\$1.5 million that had not yet matured (31 March 2025: nil).

Save as disclosed above, the Group did not have any other borrowings or debt securities as at 31 March 2026 and 31 March 2025.

16. **Details of any changes in the company's share capital arising from rights issue, bonus issue, subdivision, consolidation, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

Share capital

	Company			
	As at 31 Mar 2026		As at 30 Sept 2025	
	No. of shares '000	HK\$'000	No. of shares '000	HK\$'000
Issued and fully paid ordinary shares				
Balance at beginning and end of financial year/period	409,800	148,309	409,800	148,309

The Company had no outstanding convertibles, treasury shares or subsidiary holdings as at the end of the current financial year reported on and as at the end of the immediately preceding financial year.

17. **A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

Not applicable, as the Company did not have any treasury shares as at the end of the current financial year reported on.

18. **A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.**

Not applicable, as the Company did not have any subsidiary holdings as at the end of the current financial year reported on.

19. **Events after the end of the reporting period**

There are no known subsequent events which led to adjustments to this set of condensed consolidated interim financial statements.

Other Information Required by Appendix 7C of the Catalyst Rules

OTHER INFORMATION

1. Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice

The condensed interim consolidated statement of financial position of the Company and its subsidiaries as at 31 March 2026 and the condensed interim consolidated income statement, condensed interim consolidated statement of changes in equity and condensed interim consolidated statement of cash flows for the financial year ended 31 March 2026 and the explanatory notes have not been audited or reviewed by the Company's auditors.

2. Where the figures have been audited or reviewed, the auditors' report (including any modifications or emphasis of matter)

Not applicable.

3. Whether the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:-

(a) Updates on the efforts taken to resolve each outstanding audit issue.

(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

Not applicable. The latest financial statements have an unmodified opinion.

4. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:

(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Income statement

Revenue and gross profit

The Group's revenue increased by 43.6% from HK\$38.9 million in FY2025 to HK\$55.9 million in FY2026, primarily driven by higher sales of IMD and plastic injection parts (collectively, the "IMD Products") to customers in the energy storage industry.

Gross profit rose by 78.9% from HK\$3.5 million in FY2025 to HK\$6.3 million in FY2026, with gross margin improving from 9.1% to 11.4%. The improvement was mainly attributable to:

- a favourable sales mix, characterised by a larger proportion of revenue derived from relatively higher-margin IMD Products, in conjunction with economies of scale achieved through larger-volume orders; and
- the Group's strategic pricing of IMD moulds, amid intense competition, aimed to expand the customer base and secure long-term sales orders for IMD Products, reinforcing the Group's principal revenue source. The subsequent increase in IMD Products sales, along with the improved sales mix, resulted in a higher gross margin in FY2026.

Other items of income

Other income decreased from HK\$0.3 million in FY2025 to HK\$0.2 million in FY2026, mainly as a result of the absence of a gain on disposal of plant and equipment that was recognised in the previous financial year.

Other items of expense

Selling and distribution expenses decreased by 26.8% to HK\$1.7 million in FY2026 as compared to HK\$2.3 million in FY2025. The decrease was mainly attributable lower sales commission and entertainment expenses by HK\$0.6 million following the implementation of cost-cutting measures by the Group.

General and administrative expenses increased by 11.2% to HK\$12.2 million in FY2026 as compared to HK\$10.9 million in FY2025. The increase was mainly due to once-off non-recurring production restructuring costs amounting to HK\$0.7 million within the IMD Business. These costs included temporary labour expenses

for reconfiguring storage spaces and the scrapping of obsolete inventory to optimise storage efficiency. In addition, the increase was also attributable to higher consultancy fees of HK\$0.6 million incurred in relation to the new assembly production line for the IMD Business.

Other expenses for FY2026 amounted to HK\$1.4 million (FY2025: HK\$1.1 million), which comprised a loss on disposal of idle equipment of HK\$0.6 million (FY2025: nil), inventories written down of HK\$0.5 million (FY2025: HK\$1.0 million) mainly related to certain IMD moulds under construction, and an impairment loss on trade and other receivables of HK\$0.3 million (FY2025: HK\$0.1 million) from the IMD Business.

Depreciation of plant and equipment decreased by 13.5% in FY2026 as compared to FY2025, which was mainly due to the disposal of idle equipment from the IMD Business during FY2026.

Taking into account the aforementioned, the Group's net loss narrowed by 16.6% from HK\$10.5 million in FY2025 to HK\$8.8 million in FY2026.

Other comprehensive (loss)/income - Foreign currency translation

The net foreign currency translation loss amounted to HK\$0.5 million (FY2025: gain of HK\$2,000), mainly resulting from the translation difference arising from the Group's net liabilities denominated in RMB to HKD during the consolidation of the Group's financial statements. The HKD depreciated against the RMB by approximately 6.0% in FY2026, in contrast to an appreciation of approximately 1.0% in FY2025.

Balance sheet

Non-current assets

Plant and equipment decreased by HK\$2.4 million from HK\$5.3 million as at 31 March 2025 to HK\$2.9 million as at 31 March 2026. The decrease was mainly due to depreciation charges of HK\$0.7 million and the disposal of plant and equipment with net book value of HK\$1.8 million in FY2026, partially offset by a foreign currency translation gain of HK\$0.2 million.

Intangible assets decreased by HK\$0.2 million from HK\$0.4 million as at 31 March 2025 to HK\$0.2 million as at 31 March 2026. The decrease was mainly due to amortisation of its intangible assets of HK\$0.2 million in FY2026.

Current assets

Inventories decreased from HK\$4.4 million as at 31 March 2025 to HK\$3.3 million as at 31 March 2026, comprising decreases in IMD moulds under construction and work-in-progress by approximately HK\$1.0 million. The decrease in inventories was mainly due to the Group's improved inventory management and higher sales volume.

Trade and other receivables increased from HK\$12.0 million as at 31 March 2025 to HK\$21.8 million as at 31 March 2026. This was mainly in line with the increase in sales of IMD Products inclusive of VAT by HK\$10.1 million in 2H2026 as compared to 2H2025.

Prepayments increased from HK\$0.1 million as at 31 March 2025 to HK\$0.5 million as at 31 March 2026, mainly due to prepayment made in relation to the new assembly business from our IMD Business.

Current liabilities

Trade and other payables increased from HK\$16.0 million as at 31 March 2025 to HK\$24.5 million as at 31 March 2026. This was mainly in line with the increase in cost of goods sold of IMD Products inclusive of VAT by HK\$8.1 million in 2H2026 as compared to 2H2025.

Following the increase in sales order, contract liabilities, that are advances from customers, increased from HK\$0.5 million as at 31 March 2025 to HK\$0.9 million as at 31 March 2026 for the IMD Business.

Other liabilities increased slightly from HK\$4.2 million as at 31 March 2025 to HK\$4.4 million as at 31 March 2026, mainly due to increase in an VAT payables and other taxes as a result of an increase in revenue.

Amounts due to related parties increased by 48.4% from HK\$8.0 million as at 31 March 2025 to HK\$11.8 million as at 31 March 2026. This was mainly due to the delay in payment of rental expenses for the Group's

factory premises located on Bao Long Yi Road during FY2026 and additional amounts owing to related parties for working capital support. Please refer to Note 9 below for more information on interested-person transactions.

In FY2026, the Group obtained an unsecured bank loan facility of RMB1 million (equivalent to HK\$1.1 million) with an interest rate of 2.55% per annum and a tenure of 1 year that is renewable at maturity. Additionally, the Group had discounted bills receivable of approximately HK\$1.5 million that had not yet matured as at 31 March 2026 (31 March 2025: nil).

Working capital

As a result of the aforementioned, the Group reported a negative working capital of HK\$15.7 million as at 31 March 2026 (31 March 2025: HK\$9.1 million).

With the basis set out in going concern assumptions under Section A, Note 2, the Board is of the opinion that the Group has adequate resources to satisfy its debts and short-term obligations for the next twelve months after the reporting date as and when they become due.

Cash flow

In FY2026, the Group's cash and cash equivalents decreased by approximately HK\$0.4 million, mainly due to net cash flow used in operating activities of approximately HK\$4.8 million, partially offset by net cash flow from investing activities of approximately HK\$1.2 million and net cash flows from financing activities of approximately HK\$3.1 million.

Net cash used in operating activities was mainly due to (i) losses before changes in working capital of HK\$6.4 million; (ii) an increase in trade and other receivables of HK\$9.1 million; (iii) an increase in prepayment of HK\$0.4 million, partially offset by (i) an increase in trade and other payables of HK\$7.3 million; (ii) an increase in amount due to related parties of HK\$2.7 million; (iii) a decrease in inventories of HK\$0.8 million and (iv) an increase in other liabilities of HK\$0.3 million.

Net cash generated from investing activities arose from proceeds of HK\$1.2 million from the disposal of plant and equipment.

In FY2026, the Group obtained additional short-term borrowings of HK\$2.5 million and an unsecured interest-free loan from a related party of HK\$0.6 million for its working capital purposes.

5. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

The financial results are in line with the forecast statement disclosed in the Company's financial results announcement for FY2025, dated 29 May 2025.

6. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

The Group's current business is significantly influenced by the consumer electronics market, which remains highly competitive in the People's Republic of China ("PRC"). Subdued demand and cost pressures have materially affected the IMD and Plastic Injection segments in the past, especially given the ongoing geopolitical and tariff uncertainties. In the short term, the Group continues to encounter challenging market conditions that may exert pressure on its operations.

To address these challenges, the Group will persist in executing a disciplined three-pillar growth plan while remaining vigilant to inflationary headwinds in a still-volatile macroeconomic environment:

- (i) expand the customer base in high-growth end-markets, such as electronics, healthcare, consumer goods, and smart homes, by capitalising the rising demand for intricate, miniaturised plastic components;
- (ii) expand the IMD product range by establishing new sales channels that ensure recurring and sustainable volumes; and

- (iii) maintain low-defect quality and best-in-class production efficiency to support sustainable and scalable growth.

As at 31 March 2026, the Group's IMD order book on hand stood at approximately HK\$23.6 million (31 March 2025: approximately HK\$13.2 million), with the majority expected to be recognised as revenue in the financial year ending 31 March 2027, subject to customer delivery requirements and prevailing production conditions.

The Group ventured into the Water Business in January 2026. As at the date of this announcement, the business remains in its early development phase, with only nominal prepayments have been received, and no revenue has been recognised to date. Subject to operational readiness and project execution timelines, the project is expected to commence meaningful operations in the second half of the financial year ending 31 March 2027 ("FY2027"). The Group does not expect the revenue contribution from the Water Business to have a material impact on its overall revenue in FY2027.

The Group has adopted parallel initiatives, including selective financing, proactive working capital controls and lean cost control measures, to safeguard liquidity and maintain balance-sheet flexibility. These initiatives will be reviewed on an ongoing basis with reference to prevailing market conditions, including feedback from customers and suppliers. Please refer to Section A, Note 2 which provides additional information regarding going-concern considerations.

The Company will continue to explore new business opportunities, including potential investments in or collaboration with businesses with long term prospects, which may enhance the Group's overall financial position over time.

7. Dividend

(a) Current Financial Period Reported On

Any dividend declared/recommended for the current financial period reported on?

No.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

No.

(c) The date the dividend is payable.

Not applicable.

(d) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

Not applicable.

8. If no dividend has been declared/recommended, a statement to that effect and the reason(s) for the decision.

Due to the Group's subdued financial performance and intention to invest in new business opportunities that could assist in improving the overall financial position of the Group, no dividend has been declared or recommended for the current financial year on the grounds of prudence.

9. If the group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

There were no transactions involving interested persons. There was no general mandate obtained from shareholders, and no IPTs exceeding S\$100,000 were entered into during the reported financial period.

10. Confirmation that the Company has procured undertakings from all its Directors and Executive Officers (in the format set out in Appendix 7H) under Rule 720(1)

The Company confirms that it has procured undertakings from all Directors and Executive Officers (in the format set out in Appendix 7H) pursuant to Rule 720(1) of the Catalist Rules.

11. Disclosures on Acquisition and Realisation of shares Pursuant to Rule 706A

In January 2026, the Group's newly incorporated a new subsidiary, Shenzhen Xiao Xiang Quan Technology Company Limited (“**Xiao Xiang Quan**”), to undertake the Water Business, which engages in the electrolysed functional drinking water and sanitizer business. The registered share capital of Xiao Xiang Quan is RMB 2 million, and the equity structure of Xiao Xiang Quan is as follows:

- (a) the Company’s wholly owned subsidiary, Kunda Plastic Electronic (Shenzhen) Co., Ltd. (“**Kunda Shenzhen**”), subscribes for a 51% equity interest in Xiao Xiang Quan through a cash contribution of RMB 1.02 million, payable in in two instalments. The first instalment was varied by the supplementary agreement to RMB20,000 and has been paid in March 2026. The balance will be payable upon receipt a written capital call from Xiao Xiang Quan for the contribution of the remaining share capital; and
- (b) Shenzhen Yidaoshun Biotechnology Co., Ltd. (“**Yidaoshun**”) shall hold 49% equity interest in Xiao Xiang Quan by way of intangible assets with an estimated value of RMB 0.98 million, which include small-molecule water preparation core technology, trademarks, sales platforms, R&D and management teams. Yidaoshun authorises Xiao Xiang Quan to use its existing intangible assets on a royalty-free basis, including the small-molecule water preparation core technology, the "YIDAOSHUN" and related trademarks (including but not limited to "HUOLIYOUHUO" and "CELLJOY"), online sales platforms (including but not limited to JD.com flagship store, Douyin enterprise account, Kuaishou store, WeChat Mini Program mall and customer data), as well as the R&D and management teams. Such authorisation shall be effective from the date of establishment of Xiao Xiang Quan until the termination of the cooperative relationship between Kunda Shen and Yidaoshun. In addition, Yidaoshun shall assist Xiao Xiang Quan in applying for the registration of the "YIDAOSHUN" trademark with the National Intellectual Property Administration to ensure Xiao Xiang Quan's lawful acquisition of the exclusive right to use the "YIDAOSHUN" trademark.

The equity structure of Xiao Xiang Quan as well as Kunda Shen’s cash contribution of RMB 1.02 million was arrived at based on the above considerations.

As announced on 20 January 2026, Xiao Xiang Quan is managed by one executive director appointed by Kunda Shenzhen, and the legal representative of Xiao Xiang Quan is served by the executive director. In April 2026, as part of Xiao Xiang Quan’s preliminary set up for operations, the legal representative and executive director of Xiao Xiang Quan was changed from Mr. He Honghui to Mr. Cai Kaobing, an Executive Director of the Company.

Save as disclosed, there were no other acquisition or disposal of shares in subsidiaries, associated companies of the Company or in any company which became or ceased to be a subsidiary or an associated company (as the case may be) resulting from such acquisition or disposal, as required by Rule 706A of the Catalist Rules during FY2026.

12. Half-yearly analysis.

	Group		
	FY2026 HK\$'000	FY2025 HK\$'000	% Change
<u>First Half</u>			
Revenue reported for the first half year	28,597	20,551	39.2
Gross profit	3,284	2,197	49.5
Net loss after tax	(3,034)	(4,612)	(34.2)
<u>Second Half</u>			
Revenue reported for the second half year	27,297	18,377	48.5
Gross profit	3,060	1,350	126.7
Net loss after tax	(5,728)	(5,899)	(2.9)

The Group recorded a net loss after tax of HK\$5.7 million in 2H2026 as compared to HK\$3.0 million in 1H2026. The increase was mainly due to:

- an increase in other expenses amounted to HK\$1.7 million, which comprised a loss on the disposal of idle equipment of HK\$0.6 million, as well as an increase in impairment losses on inventories and trade receivables by HK\$1.1 million from the IMD Business; and
- a one-off non-recurring production restructuring costs of HK\$0.7 million incurred by the IMD Business, including temporary labour costs associated with reconfiguring storage space and the scrapping of obsolete inventory to optimise storage capacity.

13. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments.

Please refer to section 4 of “Other Information Required by Appendix 7C of the Catalist Rules”.

14. A breakdown of the total annual dividend (in dollar value) for the issuer’s latest full year and its previous full year.

Not applicable, as no dividend was declared for FY2026 and FY2025.

15. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704 (10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

There is no person occupying a managerial position in the Company and/or its subsidiaries who is a relative of a director, chief executive officer or substantial shareholder of the Company and/or its subsidiaries as at 31 March 2026 pursuant to Rule 704(10) of the Catalist Rules.

By Order of the Board

CAI KAOQUN

Executive Chairman and CEO

29 May 2026

This announcement has been reviewed by the Company’s sponsor, PrimePartners Corporate Finance Pte. Ltd. (the “Sponsor”). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the “Exchange”) and the Exchange assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms. Ng Shi Qing, 16 Collyer Quay, #10-00 Collyer Quay Centre, Singapore 049318, sponsorship@ppcf.com.sg.