LUXKING GROUP HOLDINGS LIMITED

(Incorporated in Bermuda)

UNAUDITED FULL YEAR FINANCIAL STATEMENT ANNOUNCEMENT FOR THE YEAR ENDED 30 JUNE 2026

A. Condensed interim and full year consolidated statement of profit or loss and other comprehensive income.

	Group					
	6 months ended 30 June			12 months ended 30 June		
	2026	2025	+/(-)	2026	2025	+/(-)
	RMB'000	RMB'000	%	RMB'000	RMB'000	%
Revenue	267,568	265,366	0.8%	555,561	570,149	(2.6%)
Cost of sales	(226,041)	(218,856)	3.3%	(464,900)	(480,347)	(3.2%)
Gross profit	41,527	46,510	(10.7%)	90,661	89,802	1.0%
Other income and gains	2,857	1,390	105.5%	3,818	1,999	91.0%
Selling and distribution costs	(11,458)	(13,862)	(17.3%)	(25,545)	(27,948)	(8.6%)
Administrative expenses	(24,382)	(25,403)	(4.0%)	(51,208)	(47,843)	7.0%
Other operating expenses	(666)	80	n/m	(1,283)	(132)	872.0%
Operating profit	7,878	8,715	(9.6%)	16,443	15,878	3.6%
Interest Income	9	21	(57.1%)	21	65	(67.7%)
Finance costs	(2,450)	(2,659)	(7.9%)	(3,822)	(4,510)	(15.3%)
Profit before income tax	5,437	6,077	(10.5%)	12,642	11,433	10.6%
Income tax expense	(7,688)	(1,623)	373.7%	(9,823)	(3,677)	167.1%
(Loss)/profit for the period/year	(2,251)	4,454	n/m	2,819	7,756	(63.7%)
Other comprehensive income						
Item that may be reclassified subsequently to profit or loss						
Exchange differences on translation of financial statements of foreign operations	(150)	(29)	417.2%	(298)	30	n/m
Total comprehensive income attributable to the owners of the Company	(2,401)	4,425	n/m	2,521	7,786	(67.6%)
(Loss)/earnings per share for (loss)/profit attributable to the owners of the Company during the period/year						
- Basic and diluted (RMB)	(0.1779)	0.3521	n/m	0.2228	0.6131	(63.7%)

n/m: not meaningful

B. Full year statements of financial position

	Group		Company	
	As at	As at	As at	As at
	30.6.2026	30.6.2025	30.6.2026	30.6.2025
	RMB'000	RMB'000	RMB'000	RMB'000
ASSETS				
Non-current assets				
Property, plant and equipment	90,299	78,958	-	-
Right-of-use assets	18,964	21,593	-	-
Interests in subsidiaries	-	-	69,137	78,665
Deposits for acquisition of property, plant and equipment	125	3,861		-
	109,388	104,412	69,137	78,665
Current assets				
Inventories	99,408	97,452	-	-
Trade and bills receivables	98,566	96,894	-	-
Prepayments, deposits and other receivables	13,015	15,471	-	-
Cash and bank balances	28,598	31,169	-	-
	239,587	240,986	-	-
TOTAL ASSETS	348,975	345,398	69,137	78,665
EQUITY AND LIABILITIES				
Equity attributable to the owners of the Company				
Share capital	133,557	133,557	133,557	133,557
Reserves	9,967	7,446	(65,241)	(56,484)
Total equity	143,524	141,003	68,316	77,073
Current liabilities				
Trade payables	58,857	39,467	-	-
Accrued expenses and other payables	15,622	21,378	821	1,592
Lease liabilities	1,751	2,901	-	-
Bank borrowings, secured	108,923	123,538	-	-
Income tax payables	8,619	4,257	-	-
	193,772	191,541	821	1,592
Non-current liabilities				
Lease liabilities	549	1,468	-	-
Deferred income	11,130	11,386	-	-
	11,679	12,854	-	-
Total liabilities	205,451	204,395	821	1,592
TOTAL EQUITY AND LIABILITIES	348,975	345,398	69,137	78,665

C. Full year statements of changes in equity

	Group					
	Share capital RMB'000	Share premium* RMB'000	Other reserves* RMB'000	Exchange reserve* RMB'000	Accumulated losses* RMB'000	Total equity RMB'000
At 1.7.2024	133,557	33,961	16,569	(15,829)	(35,041)	133,217
Profit for the year	-	-	-	-	7,756	7,756
Other comprehensive income, net of income tax						
- Exchange differences on translation of financial statements of foreign operations	-	-	-	30	-	30
Total comprehensive income for the year	-	-	-	30	7,756	7,786
Appropriation to other reserve	-	-	1,113	-	(1,113)	-
At 30.6.2025 and 1.7.2025	133,557	33,961	17,682	(15,799)	(28,398)	141,003
Profit for the year	-	-	-	-	2,819	2,819
Other comprehensive income, net of income tax						
- Exchange differences on translation of financial statements of foreign operations	-	-	-	(298)	-	(298)
Total comprehensive income for the year	-	-	-	(298)	2,819	2,521
Appropriation to other reserve	-	-	1,277	-	(1,277)	-
At 30.6.2026	133,557	33,961	18,959	(16,097)	(26,856)	143,524

* These reserve accounts comprise the consolidated reserves a surplus of approximately RMB9,967,000 (30.6.2025: a surplus of RMB7,446,000) in the consolidated statement of the financial position.

C. Full year statements of changes in equity

	Company				
	Share capital RMB'000	Share premium* RMB'000	Exchange reserve* RMB'000	Accumulated losses* RMB'000	Total equity RMB'000
At 1.7.2024	133,557	33,961	(27,443)	(56,915)	83,160
Loss for the year	-	-	-	(6,063)	(6,063)
Other comprehensive income, net of income tax					
- Exchange differences on translation of the Company's financial statements to RMB	-	-	(24)	-	(24)
Total comprehensive income for the year	-	-	(24)	(6,063)	(6,087)
At 30.6.2025 and 1.7.2025	133,557	33,961	(27,467)	(62,978)	77,073
Loss for the year	-	-	-	(5,260)	(5,260)
Other comprehensive income, net of income tax					
- Exchange differences on translation of the Company's financial statements to RMB	-	-	(3,497)	-	(3,497)
Total comprehensive income for the year	-	-	(3,497)	(5,260)	(8,757)
At 30.6.2026	133,557	33,961	(30,964)	(68,238)	68,316

* These reserve accounts comprise Company’s reserves of a deficit of approximately RMB65,241,000 (30.6.2025: RMB56,484,000) in the statement of the financial position.

D. Consolidated full year statement of cash flows

	Group	
	Year ended 30.6.2026 RMB'000	Year ended 30.6.2025 RMB'000
Cash flows from operating activities		
Profit before income tax	12,642	11,433
Adjustments for:		
Interest income	(21)	(65)
Interest expenses	3,822	4,510
Depreciation of property, plant and equipment	12,053	14,497
Depreciation of right-of-use assets	3,575	3,567
Amortisation of government grants	(256)	(256)
Inventories write-down	501	842
Loss/(gain) on disposal of property, plant and equipment	962	(83)
Impairment loss of trade and bills receivables reversed	(1,363)	(469)
Operating profit before working capital changes	31,915	33,976
Increase in inventories	(2,457)	(3,687)
Increase in trade and bills receivables	(832)	(5,059)
Decrease in prepayments, deposits and other receivables	2,456	5,943
Increase/(decrease) in trade payables	19,644	(8,773)
(Decrease)/increase in accrued expenses and other payables	(5,676)	4,452
Cash generated from operations	45,050	26,852
Interest received	21	65
Income taxes paid	(5,312)	(2,974)
Net cash generated from operating activities	39,759	23,943
Cash flows from investing activities		
Decrease in restricted bank deposits	-	2,602
Deposits paid for acquisition of property, plant and equipment	(125)	(3,861)
Purchases of property, plant and equipment	(20,795)	(15,397)
Proceeds from disposal of property, plant and equipment	293	86
Net cash used in investing activities	(20,627)	(16,570)
Cash flows from financing activities		
Interest paid on bank borrowings	(3,697)	(4,301)
Proceeds from bank borrowings	108,923	127,238
Repayments of bank borrowings	(123,538)	(127,998)
Repayments of principal portion of lease liabilities	(3,154)	(3,038)
Interest paid on lease labilities	(125)	(209)
Net cash used in financing activities	(21,591)	(8,308)
Net decrease in cash and cash equivalents	(2,459)	(935)
Cash and cash equivalents at beginning of year	31,169	32,115
Effect of foreign exchange rate changes, net	(112)	(11)
Cash and cash equivalents at end of year	28,598	31,169
Analysis of balances of cash and cash equivalents		
Cash and bank balances	28,598	31,169

E. NOTES TO THE CONDENSED INTERIM AND FULL YEAR CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2026

1. Corporate Information

Luxking Group Holdings Limited (the "Company") is a limited liability company incorporated in Bermuda. The registered office of the Company is located at Richmond House, 12 Par-la-Ville Road, Hamilton HM 08, Bermuda. The principal place of business of the Company is located at Unit 6, 12/F, Tower A, New Mandarin Plaza, 14 Science Museum Road, Kowloon, Hong Kong. The Company's shares are listed on the Main Board of the Singapore Exchange Securities Trading Limited (the "SGX-ST").

The principal activity of the Company is investment holding. Principal activities of the Company's subsidiaries are production and distribution of adhesive tapes and biaxially oriented polypropylene films ("BOPP films") and investment holding.

The operations of the Company and its subsidiaries (the "Group") are principally conducted in the People's Republic of China, excluding Hong Kong and Macau (the "PRC"), and Hong Kong.

2. Basis of preparation

The condensed interim and full year financial statements for the six and twelve months ended 30 June 2026 have been prepared in accordance with IFRS Accounting Standards 34 Interim Financial Reporting and IFRS Accounting Standards issued by the International Accounting Standards Board. The condensed financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last audited financial statements for the financial year ended 30 June 2025.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with IFRS Accounting Standards, except for the adoption of new and amended standards as set out in note 2.1.

The condensed interim and full year financial statements are presented in Renminbi ("RMB"), being the presentation currency of the Group. The functional currency of the Company is Hong Kong dollar ("HK$"). In order to be consistent with the consolidated financial statements, the presentation currency of the Company is also RMB. Amounts are rounded to the nearest thousand, unless otherwise stated.

2.1 New and amended standards adopted by the Group

During the reporting period, the Group has adopted all the new and amended IFRS Accounting Standards which are effective for the reporting period and relevant to the Group. The new or amended IFRS Accounting Standards that are effective from 1 July 2025 did not have any significant impact on the Group's accounting policies.

2.2 Use of judgements and estimates

In preparing the condensed and full year 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 applied to the consolidated financial statements for the financial year ended 30 June 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.

3. Seasonal operations

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

4. Segmental reporting

The Group has identified the following reportable segments:

Manufacture of general purpose adhesive tapes ("General tapes") – manufacture and distribution of adhesive tapes such as stationery tapes, masking tapes and double-sided tapes for industrial, commercial and customer uses.

Manufacture of industrial specialty tapes ("IS tapes") – manufacture and distribution of adhesive tapes designed for more sophisticated industrial application such as manufacturing and/or assembly processes, especially within the electronics, electrical appliances and automotive industries.

Manufacture of BOPP films – manufacture and distribution of BOPP films for packaging in industries, such as food, pharmaceutical, medical and electrical industries.

Each of these operating segments is managed separately as each of these product lines requires different resources as well as marketing approaches. The executive directors regularly review revenue, gross profit margin and operating results of each operating segment.

(i) Information regarding the Group's reportable segments as provided to the Group's executive directors is set out below:

	Manufacture of			
	General tapes	IS tapes	BOPP films	Group
	RMB'000	RMB'000	RMB'000	RMB'000
6 months ended 30 June 2026				
Reportable segment revenue	101,711	102,711	63,146	267,568
Reportable segment profit	3,543	3,887	2,319	9,749
12 months ended 30 June 2026				
Reportable segment revenue	203,596	210,943	141,022	555,561
Reportable segment profit	9,062	10,028	3,832	22,922
Reportable segment assets	127,533	139,256	53,539	320,328
Corporate assets:				
Cash and bank balances				28,598
Other financial assets				49
Consolidated total assets				348,975
Additions to non-current segment assets				
Property, plant and equipment	8,665	8,958	7,033	24,656
Right-of-use assets	381	394	310	1,085
	9,046	9,352	7,343	25,741
Reportable segment liabilities	30,800	31,841	25,001	87,642
Corporate liabilities:				
Bank borrowings				108,923
Other financial liabilities				267
Income tax payables				8,619
Consolidated total liabilities				205,451

	Manufacture of			
	General tapes	IS tapes	BOPP films	Group
	RMB'000	RMB'000	RMB'000	RMB'000
	(Note)	(Note)		
6 months ended 30 June 2025				
Reportable segment revenue	98,402	94,431	72,533	265,366
Reportable segment profit	6,122	4,646	201	10,969
12 months ended 30 June 2025				
Reportable segment revenue	203,063	197,357	169,729	570,149
Reportable segment profit	10,880	8,654	3,280	22,814
Reportable segment assets	131,596	127,482	55,102	314,180
Corporate assets:				
Cash and bank balances				31,169
Other financial assets				49
Consolidated total assets				345,398
Additions to non-current segment assets				
Property, plant and equipment	4,769	4,906	5,038	14,713
Reportable segment liabilities	24,234	24,929	25,599	74,762
Corporate liabilities:				
Bank borrowings				123,538
Other financial liabilities				1,838
Income tax payables				4,257
Consolidated total liabilities				204,395

Note: The Group operated a trading of tapes business, which was presented as a separate reportable segment in previous years. With effect from the year ended 30 June 2026, this portion of revenue was included as segment revenue of General tapes and IS tapes and last year's comparative segment information has been re-presented to conform with the current period's presentation. In the opinion of the board of directors, the re-presentation has no material impact on the segment reporting.

(ii) The totals presented for the Group's operating segments reconcile to the Group's key financial figures as presented in the financial statements as follows:

	6 months ended 30 June		12 months ended 30 June	
	2026	**2025**	**2026**	**2025**
	RMB'000	**RMB'000**	**RMB'000**	**RMB'000**
Reportable segment profit	9,749	10,969	22,922	22,814
Interest income	9	21	21	65
Unallocated corporate expenses	(1,871)	(2,254)	(6,479)	(6,936)
Finance costs	(2,450)	(2,659)	(3,822)	(4,510)
Profit before income tax	5,437	6,077	12,642	11,433

(iii) The Group's revenue from external customers and non-current assets are divided into the following geographical areas:

	Revenue from external customers		Revenue from external customers	
	6 months ended 30 June		**12 months ended 30 June**	
	2026	**2025**	**2026**	**2025**
	RMB'000	**RMB'000**	**RMB'000**	**RMB'000**
The PRC	237,714	237,504	497,437	509,626
Hong Kong	1,381	1,196	2,523	2,408
Other countries	28,473	26,666	55,601	58,115
	267,568	265,366	555,561	570,149

	Non-current assets	
	12 months ended 30 June	
	2026	**2025**
	RMB'000	**RMB'000**
The PRC	106,466	101,421
Hong Kong	2,922	2,991
	109,388	104,412

Geographical location of customers is based on the location at which the goods are delivered whilst that of non-current assets is based on the physical location of the asset.

(iv) Revenue from the major customers with whom transactions have exceeded 10% of the Group's revenue is as follows:

There is no single customer that contributed to 10% or more of the Group's revenue for the year ended 30 June 2026 (year ended 30 June 2025: nil) and 6 months ended 30 June 2026 (6 months ended 30 June 2025: nil) respectively.

(v) A breakdown of sales and operating (loss)/profit after tax:

	Group		
	Year ended	**Year ended**	
	30.6.2026	**30.6.2025**	
	RMB'000	**RMB'000**	**%**
(a) Sales reported for the 1st half year	287,993	304,783	(5.5%)
(b) Operating profit after tax for the 1st half year	5,070	3,302	53.5%
(c) Sales reported for the 2nd half year	267,568	265,366	0.8%
(d) Operating (loss)/profit after tax for the 2nd half year	(2,251)	4,454	n/m

5. Other income and gains

	Group			
	6 months ended 30 June		12 months ended 30 June	
	2026	2025	2026	2025
	RMB'000	RMB'000	RMB'000	RMB'000
Net gain on disposal of property, plant and equipment	-	63	-	83
Government grants and subsidies	1,397	130	2,083	498
Net foreign exchange gain	-	550	-	550
Impairment loss on trade and bills receivables reversed	1,363	469	1,363	469
Others	97	178	372	399
	2,857	1,390	3,818	1,999

6. Profit before income tax

	Group			
	6 months ended 30 June		12 months ended 30 June	
	2026	2025	2026	2025
	RMB'000	RMB'000	RMB'000	RMB'000
Profit before income tax is arrived at after charging/(crediting):				
Depreciation of property, plant and equipment	6,528	6,334	12,053	14,497
Depreciation of right-of-use assets	1,792	1,784	3,575	3,567
Impairment loss on trade and bills receivables reversed	(1,363)	(469)	(1,363)	(469)
Loss/(gain) on disposal of property, plant and equipment	962	(83)	962	(83)
Inventories (write-back)/write-down	(625)	(193)	501	842
Interest expenses on bank borrowings	2,401	2,568	3,697	4,301
Interest expenses on lease labilities	49	91	125	209
Government grants and subsidies	(1,397)	(130)	(2,083)	(498)
Net foreign exchange loss/(gain)	230	(550)	245	(550)

7. Taxation

The Group calculates the period income tax expenses using the tax rate that would be applicable to the external total annual earnings. The major components of income tax expense in the condensed interim and full year consolidated statement of the profit or loss are:

	Group			
	6 months ended 30 June		12 months ended 30 June	
	2026	2025	2026	2025
	RMB'000	RMB'000	RMB'000	RMB'000
The PRC				
Current tax	7,684	1,519	9,819	3,567
Underprovision in respect of prior years	-	87	-	87
	7,684	1,606	9,819	3,654
Hong Kong				
Current tax	14	17	14	23
Overprovision in respect of prior years	(10)	-	(10)	-
	4	17	4	23
Total income tax expense	7,688	1,623	9,823	3,677

8. Dividends

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

9. (Loss)/earnings per share

The calculation of basic loss per share for the 6 months ended 30 June 2026 is based on the loss attributable to owners of the Company of approximately RMB2,251,000 (6 months ended 30 June 2025: profit of RMB4,454,000) divided by 12,650,000 (6 months ended 30 June 2025: 12,650,000) ordinary shares in issue during the period.

The calculation of basic earnings per share for the year ended 30 June 2026 is based on the profit attributable to owners of the Company of approximately RMB2,819,000 (year ended 30 June 2025: RMB7,756,000) divided by 12,650,000 (year ended 30 June 2025: 12,650,000) ordinary shares in issue during the year.

Diluted (loss)/earnings per share for the financial years ended 30 June 2026 and 2025 is the same as basic (loss)/earnings per share, as the Group has no dilutive potential shares during the current and prior year.

10. Net asset value

Net assets value per ordinary share is calculated based on the issued ordinary shares of 12,650,000 ordinary shares as at 30 June 2026 and 2025.

	Group		Company	
	As at	As at	As at	As at
	30.6.2026	30.6.2025	30.6.2026	30.6.2025
	RMB	RMB	RMB	RMB
Net assets value per ordinary share	11.35	11.15	5.40	6.09

11. Property, plant and equipment

During the 6 months ended 30 June 2026, the Group acquired asset amounting to RMB7,812,000 (6 months ended 30 June 2025: RMB7,482,000).

During the 12 months ended 30 June 2026, the Group acquired asset amounting to RMB20,795,000 (12 months ended 30 June 2025: RMB15,397,000).

As at 30 June 2026, the Group has capital commitments of RMB12,400,000 (2025: RMB11,100,000) which is contracted but not provided for in respect of property, plant and equipment.

12. Bank borrowings, secured

Amount repayable in one year or less, or on demand

As at 30.6.2026		As at 30.6.2025	
Secured	Unsecured	Secured	Unsecured
RMB'000	RMB'000	RMB'000	RMB'000
108,923	-	123,538	-

Details of any collateral

The Group's bank borrowings of RMB108,923,000 represent: -

(i) bank loans granted by Bank of Communications, Bank of China and China Resources Bank in the PRC;
(ii) trade finance granted by China Construction Bank, China Citic Bank and China Resources Bank in the PRC.

As at 30 June 2026, the Group's bank borrowings were secured by the pledge of certain of the Group's property, plant and equipment, right-of-use assets and the land use rights of the Company's substantial shareholder.

As at 30 June 2026, these bank borrowings bear fixed interest rates ranging from 2.3% to 3.0% (2025: 3.1% to 3.4%) per annum and bear floating interest rates ranging from 2.4% to 2.6% (2025: 2.86% to 3.01%) per annum.

13. Share capital – Group and Company

	30 June 2026		30 June 2025	
	HK$'000	RMB'000	HK$'000	RMB'000
Authorised:				
50,000,000 ordinary shares of HK$10.00 each	500,000	530,000	500,000	530,000
Issued and full paid:				
12,650,000 ordinary shares of HK$10.00 each	126,500	133,557	126,500	133,557

(There were no treasury shares)

The holders of ordinary shares are entitled to receive dividends as and when declared by the Company. All ordinary shares carry one vote per share at shareholders' meetings of the Company without restriction.

14. Subsequent events

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

OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2

1. Review

The full year statement of financial position of Luxking Group Holdings Limited and its subsidiaries as at 30 June 2026 and the related condensed interim and full year consolidated profit or loss and other comprehensive income for the six-month and twelve-month period then ended, the consolidated full year statement of changes in equity and the consolidated full year statement of cash flows for the twelve-month period then ended and certain explanatory notes have not been audited or reviewed.

FY2026 vs FY2025

Group Revenue

The Group's revenue decreased 2.6% from RMB 570.1 million in FY2025 to RMB 555.6 million in FY2026, reflecting a softer economic landscape in China and overseas markets. During the year, the Group faced intense competition across its product portfolio while geopolitical uncertainties also dampened demand. These challenges placed pressure on the sales volume of the biaxially oriented polypropylene films ("BOPP films") segment. While a stronger sales force and more aggressive marketing efforts led to positive growth from the industrial specialty tapes ("IS tapes") segment, these gains were not enough to offset broader weakness, resulting in lower overall sales revenue.

The BOPP films segment saw a 16.9% decline in sales revenue from RMB 169.7 million in FY2025 to RMB 141.0 million in FY2026. The Group had to undertake major machine maintenance during the year, which resulted in lower production capacity and output.

The IS tapes segment registered a 6.9% increase in sales revenue from RMB 197.4 million in FY2025 to RMB 211.0 million in FY2026, on the back of resilient sales volume despite weak market conditions. This was underpinned by enhanced sales and marketing strategies and the introduction of more tailor-made products for customers.

The general purpose tapes ("General tapes") segment delivered a broadly stable performance, with sales revenue up 0.3% from RMB 203.0 million in FY2025 to RMB 203.6 million in FY2026. Despite keen competition and subdued market demand, the Group managed to maintain a similar sales volume on the back of sustained market engagement and targeted sales efforts.

As a result, the IS tapes segment's revenue contribution widened to 38.0% in FY2026 (34.6% in FY2025). The General tapes segment's revenue contribution edged up to 36.6% in FY2026 (35.6% in FY2025). However, the BOPP films segment's revenue contribution decreased to 25.4% in FY2026 (29.8% in FY2025).

In terms of revenue by geographical markets, sales in the domestic market eased 2.4% from RMB 509.6 million in FY2025 to RMB 497.4 million in FY2026, reflecting a weaker sales performance from the BOPP films segment due to downtime from major machine maintenance activities. This outweighed the positive growth in the IS tapes segment and the stable performance of the General tapes segment.

Sales to overseas markets posted a 4.0% drop from RMB 60.5 million in FY2025 to RMB 58.1 million in FY2026 as geopolitical uncertainties and a weaker global economy weighed on demand.

As a result, the geographic revenue contribution remained broadly unchanged. The domestic market accounted for 89.5% of Group revenue in FY2026 (89.4% in FY2025) while the remaining 10.5% of revenue was derived from overseas markets (10.6% in FY2025).

Group Gross Profit and Gross Profit Margin

The Group's gross profit inched up 1.0% from RMB 89.8 million in FY2025 to RMB 90.7 million in FY2026. Gross profit margin rose from 15.8% in FY2025 to 16.3% in FY2026, supported by stronger sales of IS tapes, and enhanced production capacity and efficiency of both the IS tapes and General tapes segments resulting from investments in machinery and equipment.

Other Income and Gains

Other income and gains jumped 91.0% from RMB 2.0 million in FY2025 to RMB 3.8 million in FY2026, due mainly to the receipt of a local government subsidy for the Group's manufacturing plant in Hubei Province ("Hubei plant") as well as a reversal of an impairment loss on trade and bills receivables.

Selling and Distribution Costs, Administrative Expenses and Other Operating Expenses

Selling and distribution costs fell 8.6% from RMB 27.9 million in FY2025 to RMB 25.5 million in FY2026 in line with the overall decline in sales. Administrative expenses climbed 7.0% from RMB 47.8 million in FY2025 to RMB 51.2 million in FY2026, largely due to higher salaries and headcount and marketing expenses. Other operating expenses increased from RMB 0.1 million in FY2025 to RMB 1.3 million in FY2026, attributed mainly to the loss on disposal of obsolete production equipment.

Finance Costs

Finance costs decreased 15.3% from RMB 4.5 million in FY2025 to RMB 3.8 million in FY2026 due mainly to lower bank borrowing levels and interest rates.

Income Tax

Income tax expense rose 167.1% from RMB 3.7 million in FY2025 to RMB 9.8 million in FY2026, primarily due to withholding tax of RMB 5.9 million arising from a first-time inter-company dividend distributions from a wholly owned subsidiary based in People's Republic of China ("PRC") to its non-PRC investment holding company. Execution of the inter-company dividend this year was undertaken to realign internal cash resources as well as the Group's overall operational and treasury position.

Group Net Profit

As a result of the above, the Group's net profit declined 63.7% from RMB 7.8 million in FY2025 to RMB 2.8 million in FY2026.

Review of Financial Position as at 30 June 2026

Non-current assets increased from RMB 104.4 million as at 30 June 2025 to RMB 109.4 million as at 30 June 2026. This was due mainly to an increase in property, plant and equipment for the Hubei plant and the Group's factory at Zhongshan in Guangdong Province ("Zhongshan factory"), offset partially by a reduction in right-of-use assets and a decrease in deposits for acquisition of property, plant and equipment.

Inventories increased from RMB 97.5 million as at 30 June 2025 to RMB 99.4 million as at 30 June 2026 as the outbreak of the US-Iran war in 2HFY2026 led to higher raw material costs.

Trade and bills receivables rose from RMB 96.9 million as at 30 June 2025 to RMB 98.6 million as at 30 June 2026. Debtor turnover increased slightly to 65 days for FY2026 compared to 62 days for FY2025.

Prepayments, deposits and other receivables decreased from RMB 15.5 million as at 30 June 2025 to RMB 13.0 million as at 30 June 2026, due mainly to a decline in deposits paid to suppliers.

Cash and bank balances dropped from RMB 31.2 million as at 30 June 2025 to RMB 28.6 million as at 30 June 2026 due mainly to purchases of property, plant and equipment and net repayment of bank borrowings. Total borrowings declined from RMB 123.5 million as at 30 June 2025 to RMB 108.9 million as at 30 June 2026, reflecting repayments of borrowings.

Trade payables increased from RMB 39.5 million as at 30 June 2025 to RMB 58.9 million as at 30 June 2026, as a result of an increase in credit-based purchases from suppliers and higher raw material costs.

Accrued expenses and other payables dropped from RMB 21.4 million as at 30 June 2025 to RMB 15.6 million as at 30 June 2026. This was mainly due to a decrease in payables to suppliers for the purchase of property, plant and equipment.

The Group recognised lease liabilities of RMB 2.3 million as at 30 June 2026, compared with RMB 4.4 million as at 30 June 2025, due to the repayment of lease liabilities.

Income tax payables increased from RMB 4.3 million as at 30 June 2025 to RMB 8.6 million as at 30 June 2026 primarily due to withholding tax arising from inter-company dividend payments. Deferred income stood at RMB 11.1 million as at 30 June 2026, which arose from a local government grant for the Group's manufacturing plant in Hubei.

Group Cash Flows

Net cash generated from operating activities during FY2026 amounted to RMB 39.8 million. This was derived primarily from operating profit before working capital changes of RMB 31.9 million and net working capital inflows of RMB 13.1 million, offset partially by income taxes paid of RMB 5.3 million.

Net cash used in investing activities amounted to RMB 20.6 million in FY2026, attributed mainly to purchases of property, plant and equipment.

Net cash used in financing activities was RMB 21.6 million in FY2026, due mainly to interest payments, net repayments of bank borrowings, and repayments of lease liabilities.

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

The Group's financial results for FY2026 are in line with the profit guidance announcement released on 21 August 2026.

3. 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.

Looking ahead, the operating landscape is expected to remain challenging due to rising production, operating and raw material costs and volatile USD/RMB exchange rates. A weaker global economy could weigh on demand and intensify competitive pressures, while continued geopolitical tensions could cause supply chain disruptions. In view of these market uncertainties, the Group expects market demand in both China and overseas markets to remain weak in FY2027.

Against this backdrop, the Group will remain focused on operational efficiency and sustainable, long-term growth by prioritising these strategies:

- Leverage R&D capabilities to develop new products aligned with market needs, while expanding tailor-made products to meet customers' specific requirements;
- Invest in upgrading equipment and machinery to improve production efficiency and operational costs;
- Strengthen the sales force to deepen existing customer relationships and acquire new customers to grow the customer base;
- Participate in local and overseas trade shows to stay ahead of industry trends, gather market intelligence, and engage with existing and prospective customers to better understand their needs.

The Group expects the overall outlook for the BOPP films segment to remain challenging. Competitive pressures are likely to remain high, particularly within the packaging sector. The Group will retain a flexible approach by adjusting its sales mix in response to market conditions.

The Group foresees greater demand for IS tapes, particularly for tailor-made products. It will step up R&D investment to gain a stronger foothold in the automotive industry and drive product development around customer needs to strengthen its competitive advantage in the smartphone and home appliances industries. The Group plans to expand its sales force and step up participation in trade shows to strengthen customer relationships and drive new customer acquisition.

Given keen competition in the General tapes segment, the Group will focus on improving cost efficiency while pursuing efforts to expand the customer base and gain greater market share.

As part of its ongoing strategy, the Group regularly reviews operations, production efficiency, product portfolio, market demand, as well as energy and emissions performance to guide its capital investments and support production capabilities.

In FY2026, the Group incurred RMB 20.9 million in cash outflows for property, plant and equipment, mainly to expand the production capabilities and capacity of its Hubei plant and to upgrade machinery and equipment at its Zhongshan factory.

Out of the total amount, the Group invested RMB 9.5 million to install additional silicone-release coating lines, a solar photovoltaic system, and ancillary equipment and facilities at its Hubei plant. This will enable the Group to increase production of release liners, which will further support the Zhongshan factory's production activities.

At the Zhongshan factory, the Group invested RMB 11.2 million for the installation of two high-speed adhesive coating lines and a solvent recovery system, alongside further facility upgrades and the acquisition of machinery and equipment. This is expected to unlock production capacity for IS tapes and General tapes to capture future demand.

For FY2027, the Group has earmarked a capital commitment of RMB 12.4 million. This will be directed towards the installation of peripheral facilities and systems at the Hubei plant, and completion of the solvent recovery system and equipment enhancements at the Zhongshan factory.

4. Dividend information

(a) Current financial period reported on
No dividend has been declared or recommended for the current financial period reported on.

(b) Corresponding period of the immediate preceding financial year
No dividend has been declared or recommended for the corresponding period of the immediate preceding financial year.

(c) Date payable
Not applicable

(d) Book closure date
Not applicable

(e) If no dividend has been declared (recommended), a statement to that effect and the reasons for the decision.
No dividend has been declared or recommended for the year ended 30 June 2026 as the Group wants to conserve fund for working capital purpose during this challenging business conditions.

5. Interested person transactions

There was no IPT mandate has been obtained under Rule 920(1)(a)(ii) in FY2026.

6. Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720 (1)

Pursuant to Rule 720(1) of the Listing Manual, the Company has procured undertakings from all its directors and executive officers.

7. Review of performance of the Group - turnover and earnings

Please refer to point 1 in this section.

8. Disclosure of person occupying a managerial position who are related to a director, CEO or substantial shareholder

Name	Age	Family Relationship with any Director and/or Chief Executive Officer and/or Substantial Shareholder	Current position and duties, and the year position was first held	Details of changes in duties and position held, if any, during the year
Leung Hi Man	45	Daughter of Mr Leung Chee Kwong, Chief Executive Director and Executive Chairman	Executive Director since 1 September 2017 and Chief Sustainability Officer since January 2022 Ms Leung Hi Man is responsible for overseeing the finance department, the formulation and execution of overall business strategies and policies of the Group, and strategy planning and execution of sustainability efforts across the Group. She oversees in the marketing and sales of Hong Kong subsidiary, Luxking International Chemicals Limited, since October 2005. In addition, she is also responsible for the Sales and Marketing Department of Hong Kong subsidiary, China King International Trading Limited, since October 2006.	
Zhao Biyan	39	Niece of Mr Leung Chee Kwong, the Executive Director and CEO of the Company and cousin of Ms Leung Hi Man, the Executive Director of the Company.	Finance Manager of Zhongshan New Asia Adhesive Products Co., Ltd., a wholly-owned subsidiary of the Company since April 2025. Ms Zhao is responsible for overseeing accounting and financial matters of Zhongshan New Asia Adhesive Products Co., Ltd.	

BY ORDER OF THE BOARD

Lisa Cheng
Company Secretary
26 August 2026