



LUXKING GROUP HOLDINGS LIMITED

(Incorporated in Bermuda)

UNAUDITED FULL YEAR FINANCIAL STATEMENT ANNOUNCEMENT FOR THE YEAR ENDED 30 JUNE 2025

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		
	2025	2024	+ / (-)	2025	2024	+ / (-)
	RMB'000	RMB'000	%	RMB'000	RMB'000	%
Revenue	265,366	262,865	1.0%	570,149	553,526	3.0%
Cost of sales	(218,856)	(226,912)	(3.6%)	(480,347)	(468,261)	2.6%
Gross profit	46,510	35,953	29.4%	89,802	85,265	5.3%
Other income	1,411	1,560	(9.6%)	2,064	1,813	13.8%
Selling and distribution costs	(13,862)	(13,241)	4.7%	(27,948)	(25,448)	9.8%
Administrative expenses	(25,403)	(21,377)	18.8%	(47,843)	(40,475)	18.2%
Other operating expenses	80	(1,395)	n/m	(132)	(2,026)	(93.5%)
Finance costs	(2,659)	(1,847)	44.0%	(4,510)	(3,962)	13.8%
Profit/(loss) before income tax	6,077	(347)	n/m	11,433	15,167	(24.6%)
Income tax expense	(1,623)	(2,966)	(45.3%)	(3,677)	(4,837)	(24.0%)
Profit/(loss) for the period/year	4,454	(3,313)	n/m	7,756	10,330	(24.9%)
Other comprehensive income						
Item that may be reclassified subsequently to profit or loss						
Exchange differences on translation of financial statements of foreign operations	(29)	(47)	(38.3%)	30	(293)	n/m
Total comprehensive income attributable to the owners of the Company	4,425	(3,360)	n/m	7,786	10,037	(22.4%)
Earnings/(loss) per share for profit/loss attributable to the owners of the Company during the period/year						
- Basic and diluted (RMB)	0.3521	(0.2619)	n/m	0.6131	0.8166	(24.9%)

n/m: not meaningful

B. Full year statements of financial position

	Group		Company	
	As at	As at	As at	As at
	30.6.2025	30.6.2024	30.6.2025	30.6.2024
	RMB'000	RMB'000	RMB'000	RMB'000
ASSETS				
Non-current assets				
Property, plant and equipment	78,958	78,745	-	-
Right-of-use assets	21,593	25,162	-	-
Interests in subsidiaries	-	-	78,665	84,472
Deposits for acquisition of property, plant and equipment	3,861	746	-	-
	104,412	104,653	78,665	84,472
Current assets				
Inventories	97,452	94,607	-	-
Trade receivables	96,894	91,311	-	-
Prepayments, deposits and other receivables	15,471	21,414	-	10
Restricted bank deposits	-	2,602	-	-
Cash and bank balances	31,169	32,115	-	-
	240,986	242,049	-	10
TOTAL ASSETS	345,398	346,702	78,665	84,482
EQUITY AND LIABILITIES				
Equity attributable to the owners of the Company				
Share capital	133,557	133,557	133,557	133,557
Reserves	7,446	(340)	(56,484)	(50,397)
Total equity	141,003	133,217	77,073	83,160
Current liabilities				
Trade payables	39,467	48,240	-	-
Accrued expenses and other payables	21,378	18,344	1,592	1,322
Lease liabilities	2,901	3,039	-	-
Bank borrowings, secured	123,538	124,298	-	-
Income tax payables	4,257	3,554	-	-
	191,541	197,475	1,592	1,322
Non-current liabilities				
Lease liabilities	1,468	4,368	-	-
Deferred income	11,386	11,642	-	-
	12,854	16,010	-	-
Total liabilities	204,395	213,485	1,592	1,322
TOTAL EQUITY AND LIABILITIES	345,398	346,702	78,665	84,482

C. Full year statements of changes in equity

	Group					
	Share capital	Share premium*	Other reserves*	Exchange reserve*	Accumulated losses*	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
At 1.7.2023	133,557	33,961	15,327	(15,536)	(44,129)	123,180
Loss for the year	-	-	-	-	10,330	10,330
Other comprehensive income, net of income tax						
- Exchange differences on translation of financial statements of foreign operations	-	-	-	(293)	-	(293)
Total comprehensive income for the year	-	-	-	(293)	10,330	10,037
Appropriation to other reserve	-	-	1,242	-	(1,242)	-
At 30.6.2024 and 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	133,557	33,961	17,682	(15,799)	(28,398)	141,003

* These reserve accounts comprise the consolidated reserves approximately a surplus of RMB7,446,000 (30.6.2024: a deficit of RMB340,000) in the consolidated statement of the financial position.

C. Full year statements of changes in equity

	Company				
	Share capital	Share premium*	Exchange reserve*	Accumulated losses*	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
At 1.7.2023	133,557	33,961	(26,535)	(51,470)	89,513
Loss for the year	-	-	-	(5,445)	(5,445)
Other comprehensive income, net of income tax					
- Exchange differences on translation of the Company's financial statements to RMB	-	-	(908)	-	(908)
Total comprehensive income for the year	-	-	(908)	(5,445)	(6,353)
At 30.6.2024 and 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	133,557	33,961	(27,467)	(62,978)	77,073

* These reserve accounts comprise Company's reserves of a deficit of approximately RMB56,484,000 (30.6.2024: RMB50,397,000) in the consolidated statement of the financial position.

D. Consolidated full year statement of cash flows

	Group	
	Year	Year
	ended	ended
	30.6.2025	30.6.2024
	RMB'000	RMB'000
Cash flows from operating activities		
Profit before income tax	11,433	15,167
Adjustments for:		
Interest income	(65)	(58)
Interest expenses	4,510	3,962
Depreciation of property, plant and equipment	14,497	12,275
Depreciation of right-of-use assets	3,567	3,534
Amortisation of government grants	(256)	(257)
Inventories write-down/(write-back)	842	(103)
Gain on disposal of property, plant and equipment	(83)	-
Impairment loss (reversal)/recognised	(469)	797
Operating profit before working capital changes	33,976	35,317
Increase in inventories	(3,687)	(10,282)
Increase in trade receivables	(5,059)	(14,403)
Decrease in prepayments, deposits and other receivables	5,943	1,238
(Decrease)/increase in trade payables	(8,773)	13,101
Increase in accrued expenses and other payables	4,452	1,577
Cash generated from operations	26,852	26,548
Interest received	65	58
Income taxes paid	(2,974)	(1,798)
Net cash generated from operating activities	23,943	24,808
Cash flows from investing activities		
Decrease/(increase) in restricted bank deposits	2,602	(2,602)
Deposits paid for acquisition of property, plant and equipment	(3,861)	-
Purchases of property, plant and equipment	(15,397)	(26,335)
Proceeds from disposal of property, plant and equipment	86	-
Net cash used in investing activities	(16,570)	(28,937)
Cash flows from financing activities		
Interest paid on bank borrowings	(4,301)	(3,816)
Proceeds from bank borrowings	127,238	135,940
Repayments of bank borrowings	(127,998)	(116,450)
Repayments of principal portion of lease liabilities	(3,038)	(3,097)
Interest paid on lease liabilities	(209)	(146)
Net cash (used in)/generated from financing activities	(8,308)	12,431
Net (decrease)/increase in cash and cash equivalents	(935)	8,302
Cash and cash equivalents at beginning of year	32,115	24,012
Effect of foreign exchange rate changes, net	(11)	(199)
Cash and cash equivalents at end of year	31,169	32,115
Analysis of balances of cash and cash equivalents		
Cash and bank balances	31,169	32,115

E. NOTES TO THE CONDENSED INTERIM AND FULL YEAR CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

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 Clarendon House, 2 Church Street, Hamilton, HM 11, 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 trading of adhesive tapes and BOPP films, trading of polypropylene resin 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 2025 have been prepared in accordance with IFRS Accounting Standards 34 Interim Financial Reporting and IFRS Accounting Standards issued by the International Accounting Standard 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 2024.

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 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 2024 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 2024. 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 stationary 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 used for mobile and electronic appliance.

Manufacture of biaxially oriented polypropylene films (“BOPP films”) – manufacture and distribution of BOPP films for packaging in industries, such as food, pharmaceutical, medical and electrical industries.

Trading of tapes – distribution of General tapes and IS tapes in Hong Kong and overseas markets.

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			Trading of		
	General tapes	IS tapes	BOPP films	tapes	Eliminations	Group
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
6 months ended 30 June 2025						
Revenue from external	82,661	88,435	72,533	21,737	-	265,366
Inter-segment sales	15,384	4,467	-	-	(19,851)	-
Reportable segment revenue	98,045	92,902	72,533	21,737	(19,851)	265,366
Reportable segment profit	4,976	3,561	201	2,231	-	10,969
12 months ended 30 June 2025						
Revenue from external	166,190	185,306	169,729	48,924	-	570,149
Inter-segment sales	34,501	9,969	-	-	(44,470)	-
Reportable segment revenue	200,691	195,275	169,729	48,924	(44,470)	570,149
Reportable segment profit	8,287	6,863	3,280	4,384	-	22,814
Reportable segment assets	124,382	125,402	55,102	9,294	-	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

	Manufacture of			Trading of		
	General tapes	IS tapes	BOPP films	tapes	Eliminations	Group
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
6 months ended 30 June 2024						
Revenue from external	60,027	85,269	91,504	26,065	-	262,865
Inter-segment sales	19,176	5,721	-	-	(24,897)	-
Reportable segment revenue	79,203	90,990	91,504	26,065	(24,897)	262,865
Reportable segment profit	2,144	2,215	1,996	1,238	-	7,593
12 months ended 30 June 2024						
Revenue from external	122,901	178,159	194,811	57,655	-	553,526
Inter-segment sales	42,384	12,459	-	-	(54,843)	-
Reportable segment revenue	165,285	190,618	194,811	57,655	(54,843)	553,526
Reportable segment profit	7,610	8,541	8,556	2,656	-	27,363
Reportable segment assets	105,323	132,185	65,464	8,793	-	311,765
Corporate assets:						
Cash and bank balances						32,115
Restricted bank deposits						2,602
Other financial assets						220
Consolidated total assets						346,702
Additions to non-current segment assets						
Property, plant and equipment	8,523	9,842	10,069	-	-	28,434
Right-of-use assets	2,535	2,928	2,996	-	-	8,459
	11,058	12,770	13,065	-	-	36,893
Reportable segment liabilities	25,262	29,171	29,844	-	-	84,277
Corporate liabilities:						
Bank borrowings						124,298
Other financial liabilities						1,356
Income tax payables						3,554
Consolidated total liabilities						213,485

- (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	
	2025	2024	2025	2024
	RMB'000	RMB'000	RMB'000	RMB'000
Reportable segment profit	10,969	7,593	22,814	27,363
Interest income	21	30	65	58
Unallocated corporate expenses	(2,254)	(6,123)	(6,936)	(8,292)
Finance costs	(2,659)	(1,847)	(4,510)	(3,962)
Profit/(loss) before income tax	6,077	(347)	11,433	15,167

- (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	
	2025	2024	2025	2024
	RMB'000	RMB'000	RMB'000	RMB'000
The PRC	237,504	233,777	509,626	489,578
Hong Kong	1,196	1,227	2,408	2,293
Other countries	26,666	27,861	58,115	61,655
	265,366	262,865	570,149	553,526

	Non-current assets	
	12 months ended 30 June	
	2025	2024
	RMB'000	RMB'000
The PRC	98,901	101,553
Hong Kong	2,991	3,100
	101,892	104,653

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 2025 (year ended 30 June 2024: nil) and 6 months ended 30 June 2025 (6 months ended 30 June 2024: nil) respectively.

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

	Group		
	Year ended	Year ended	
	30.6.2025	30.6.2024	
	RMB'000	RMB'000	%
(a) Sales reported for the 1st half year	304,783	290,661	4.9%
(b) Operating profit after tax for the 1st half year	3,302	13,643	(75.8%)
(c) Sales reported for the 2nd half year	265,366	262,865	1.0%
(d) Operating profit/(loss) after tax for the 2nd half year	4,454	(3,313)	n/m

5. Other income

	Group			
	6 months ended 30 June		12 months ended 30 June	
	2025	2024	2025	2024
	RMB'000	RMB'000	RMB'000	RMB'000
Interest income	21	30	65	58
Net gain on disposal of property, plant and equipment	63	-	83	-
Government grants and subsidies	130	115	498	257
Net foreign exchange gain	550	771	550	840
Impairment loss on trade receivables reversed	469	-	469	-
Others	178	644	399	658
	1,411	1,560	2,064	1,813

6. Profit/loss before income tax

	Group			
	6 months ended 30 June		12 months ended 30 June	
	2025	2024	2025	2024
	RMB'000	RMB'000	RMB'000	RMB'000
Profit/loss before income tax is arrived at after charging/(crediting):				
Depreciation of property, plant and equipment	6,334	6,427	14,497	12,275
Depreciation of right-of-use assets	1,784	1,777	3,567	3,534
Impairment loss on trade receivables (reversed)/recognised	(469)	166	(469)	797
Gain on disposal of property, plant and equipment	(83)	-	(83)	-
Inventories (write-back)/write-down	(193)	(1,133)	842	(103)
Interest on bank borrowings	2,568	1,733	4,301	3,816
Interest paid on lease liabilities	91	114	209	146
Government grants and subsidies	(130)	(115)	(498)	(257)
Net foreign exchange gain	(550)	(771)	(550)	(840)

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	
	2025	2024	2025	2024
	RMB'000	RMB'000	RMB'000	RMB'000
The PRC				
Current Tax	1,519	2,915	3,567	4,786
Underprovision in respect of prior years	87	54	87	54
	1,606	2,969	3,654	4,840
Hong Kong				
Current Tax	17	14	23	14
Overprovision in respect of prior years	-	(17)	-	(17)
	17	(3)	23	(3)
Total income tax expense	1,623	2,966	3,677	4,837

7. Dividends

The directors do not recommend the payment of a dividend for the years ended 30 June 2025 and 2024.

8. Earnings/loss per share

The calculation of basic earnings per share for the 6 months ended 30 June 2025 is based on the profit attributable to owners of the Company of approximately RMB4,454,000 (loss for 6 months ended 30 June 2024: RMB3,313,000) divided by 12,650,000 (6 months ended 30 June 2024: 12,650,000) ordinary shares in issue during the period.

The calculation of basic earnings per share for the year ended 30 June 2025 is based on the profit attributable to owners of the Company of approximately RMB7,756,000 (profit for the year ended 30 June 2024: RMB10,330,000) divided by 12,650,000 (year ended 30 June 2024: 12,650,000) ordinary shares in issue during the year.

Diluted earnings/loss per share for the financial years ended 30 June 2025 and 2024 is the same as basic earnings/loss per share, as the Group has no dilutive potential shares during the current and prior year.

9. 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 2025 and 2024.

	Group		Company	
	As at 30.6.2025	As at 30.6.2024	As at 30.6.2025	As at 30.6.2024
	RMB	RMB	RMB	RMB
Net assets value per ordinary share	11.15	10.53	6.09	6.57

10. Property, plant and equipment

During the 6 months ended 30 June 2025, the Group acquired asset amounting to RMB7,482,000 (6 months ended 30 June 2024: RMB14,201,000).

During the 12 months ended 30 June 2025, the Group acquired asset amounting to RMB15,397,000 (12 months ended 30 June 2024: RMB26,335,000).

As at 30 June 2025, the Group has capital commitments of RMB11,100,000 (2024: RMB9,460,000) which is contracted but not provided for in respect of property, plant and equipment.

11. Bank borrowings, secured

Amount repayable in one year or less, or on demand

As at 30.6.2025		As at 30.6.2024	
Secured	Unsecured	Secured	Unsecured
RMB'000	RMB'000	RMB'000	RMB'000
123,538	-	124,298	-

Details of any collateral

The Group's bank borrowings of RMB123,538,000 represent: -

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

As at 30 June 2025, 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 2025, these bank borrowings bear fixed interest rates ranging from 3.1% to 3.4% (2024: 3.5% to 3.7%) per annum and bear floating interest rates ranging 2.86% to 3.01% (2024: 3.45% to 3.6%) per annum.

12. Share capital – Group and Company

	30 June 2025		30 June 2024	
	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.

13. 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 2025 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.

FY2025 vs FY2024

Group Revenue

The Group's revenue grew 3.0% from RMB 553.5 million in FY2024 to RMB 570.1 million in FY2025, largely driven by sales growth of general purpose tapes ("General tapes").

Throughout FY2025, both domestic and global economies remained weak due to geopolitical uncertainties. Despite soft market demand and keen competition, the Group managed to sustain positive sales growth by calibrating its sales and marketing strategies.

The biaxially oriented polypropylene films ("BOPP films") segment recorded a 12.9% decline in sales revenue from RMB 194.8 million in FY2024 to RMB 169.7 million in FY2025, owing to weaker volume and lower selling prices.

The industrial specialty tapes ("IS tapes") segment posted a 3.2% rise in sales revenue from RMB 191.3 million in FY2024 to RMB 197.4 million in FY2025, on the back of a modest increase in sales volume.

Sales of General tapes jumped 21.3% from RMB 167.4 million in FY2024 to RMB 203.0 million in FY2025, driven by stronger sales volume. Expanded production capacity and improved cost efficiency enabled the Group to scale up output.

As a result, the General tapes segment's revenue contribution widened to 35.6% in FY2025 (30.2% in FY2024). The BOPP segment's revenue contribution narrowed to 29.8% in FY2025 (35.2% in FY2024), while the IS tapes segment's revenue contribution remained stable at 34.6% in FY2025 (34.6% in FY2024).

In terms of revenue by geographical markets, sales in the domestic market gained 4.1% from RMB 489.6 million in FY2024 to RMB 509.6 million in FY2025. Sales to overseas markets decreased 5.3% from RMB 63.9 million in FY2024 to RMB 60.5 million in FY2025, as geopolitical uncertainties dampened demand. As a result, the domestic market accounted for 89.4% of Group revenue in FY2025 (88.4% in FY2024) and the remaining 10.6% of revenue was derived from overseas markets (11.6% in FY2024).

Group Gross Profit and Gross Profit Margin

The Group's gross profit increased 5.3% from RMB 85.3 million in FY2024 to RMB 89.8 million in FY2025. Gross profit margin improved slightly from 15.4% in FY2024 to 15.8% in FY2025. Gains in operational efficiencies from two new adhesive coating lines in the Group's factory in Zhongshan province ("Zhongshan factory") were offset by an increase in other production costs.

Other Income

Other income increased 13.8% from RMB 1.8 million in FY2024 to RMB 2.1 million in FY2025, mainly due to an impairment loss on trade receivables reversed of RMB 0.5 million, higher government grants and subsidies received, and was offset by deduction of net foreign exchange gain.

Selling and Distribution Costs, Administrative and Other Operating Expenses

Selling and distribution costs increased 9.8% from RMB 25.4 million in FY2024 to RMB 27.9 million in FY2025, attributed to higher staff costs, transportation and export costs, as well as travelling and marketing expenses. Administrative expenses were up 18.2% from RMB 40.5 million in FY2024 to RMB 47.8 million in FY2025, largely due to an increase in research and development expenses for the plant in Hubei Province (“Hubei plant”) of RMB 2.3 million, as well as higher staff-related expenses of RMB 4.0 million mainly resulted from expanded workforce required for the two new adhesive coating lines and increased staff pension and welfare in Zhongshan factory. Other operating expenses dropped from RMB 2.0 million in FY2024 to RMB 0.1 million in FY2025, due mainly to a decrease in bad debts and the absence of a provision made in the prior year following a dispute by a raw materials supplier with the local tax authorities over VAT.

Finance Costs

Finance costs rose 13.8% from RMB 4.0 million in FY2024 to RMB 4.5 million in FY2025, due to higher average borrowing levels for the financial year.

Income Tax

Income tax expense dropped 24.0% from RMB 4.8 million in FY2024 to RMB 3.7 million in FY2025 in tandem with the decrease in the Group’s taxable income.

Group Net Profit

As a result of the above, net profit decreased 24.9% from RMB 10.3 million in FY2024 to RMB 7.8 million in FY2025.

Review of Financial Position as at 30 June 2025

Non-current assets decreased from RMB 104.7 million as at 30 June 2024 to RMB 104.4 million as at 30 June 2025. This was mainly due to reduction in right-of-use assets, offset by an increase in deposits for the acquisition of property, plant and equipment for the Hubei plant and Zhongshan factory.

Inventories rose from RMB 94.6 million as at 30 June 2024 to RMB 97.5 million as at 30 June 2025 in tandem with business requirements.

Trade receivables increased from RMB 91.3 million as at 30 June 2024 to RMB 96.9 million as at 30 June 2025 due mainly to higher sales. Debtor turnover lengthened slightly to 62 days for FY2025 compared to 60 days for FY2024.

Prepayments, deposits and other receivables declined from RMB 21.4 million as at 30 June 2024 to RMB 15.5 million as at 30 June 2025. This was mainly due to a decrease in deposits paid to suppliers, as well as a decrease in value-added tax receivables arising from the purchase of raw materials.

Cash and bank balances decreased from RMB 32.1 million as at 30 June 2024 to RMB 31.1 million as at 30 June 2025, due mainly to purchases of property, plant and equipment. Total borrowings decreased from RMB 124.3 million as at 30 June 2024 to RMB 123.5 million as at 30 June 2025.

Trade payables decreased from RMB 48.2 million as at 30 June 2024 to RMB 39.5 million as at 30 June 2025, as a result of a reduction in credit-based purchases from suppliers.

Accrued expenses and other payables rose from RMB 18.3 million as at 30 June 2024 to RMB 21.4 million as at 30 June 2025 due mainly to the increase of payable to suppliers in respect of the purchase of property, plant and equipment.

The Group recognised lease liabilities of RMB 4.4 million as at 30 June 2025, compared to RMB 7.4 million as at 30 June 2024 due to a reduction in right-of-use assets and repayment of lease liabilities.

Income tax payables increased from RMB 3.6 million as at 30 June 2024 to RMB 4.3 million as at 30 June 2025. Deferred income stood at RMB 11.4 million as at 30 June 2025, which arose from a government grant for the Group's Hubei plant.

Group Cash Flows

Net cash generated from operating activities during FY2025 amounted to RMB 23.9 million. This was derived primarily from operating profit before working capital changes of RMB 34.0 million, offset partially by net working capital outflows of RMB 7.1 million and income taxes paid of RMB 3.0 million. Net cash used in investing activities amounted to RMB 16.6 million in FY2025, attributed mainly to deposits paid and purchases related to property, plant and equipment of RMB 19.3 million, offset by a decrease in restricted bank deposits of RMB 2.6 million. Net cash used in financing activities in FY2025 was RMB 8.3 million due mainly to interest payments, net repayments of bank borrowings and repayment 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.

N/A

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 global operating environment remains marked by uncertainty arising from ongoing trade tensions, geopolitical risks and supply chain pressures. The Group continues to face challenges in the form of heightened competition, volatile USD/RMB exchange rates, as well as rising operational, production and raw material costs. A sluggish global and domestic economy is expected to keep market demand soft.

In view of the challenging business landscape in FY2026, the Group maintains a cautious outlook and remains focused on building long-term growth through the following strategies:

- Leverage R&D capabilities to maintain competitiveness by developing new products that address market needs and tailoring products to customers' requirements;
- Invest in upgrading equipment and machinery to improve production efficiency and optimise operational costs;
- Scale up sales teams to strengthen relationships with existing customers and pursue opportunities with new customers to widen the customer base; and
- Participate in local and overseas trade shows to stay ahead of industry trends, gain market insights and better understand customer needs.

For the BOPP films segment, the Group expects competition to remain stiff, particularly in the packaging sector. Slower demand witnessed during the second half of FY2025 is likely to persist in FY2026. The Group will adopt a proactive approach to manage fluctuations in raw material costs by adjusting its sales mix. Given greater competition in the high-end BOPP films segment, the Group plans to focus on expanding sales of standard BOPP films to optimise production efficiency.

The Group expects greater demand for IS tapes and aims to position itself to capitalise on opportunities in this segment. The Group will intensify its R&D efforts to further penetrate the automotive sector. The Group also plans to strengthen its competitive edge in the smartphone and home appliances industries by developing new products for its established customer base. To deepen its relationships with existing customers and expand its customer base, the Group will expand its sales teams and participate in trade shows.

Within the General tapes segment, the Group sees growth potential in the market for tailor-made products. The Group intends to pursue new opportunities in this area to gain greater market share. The Group will continue to enhance cost efficiency to improve the competitiveness of its products.

In FY2025, the Group incurred a total capex of RMB 19.3 million to expand the production capabilities and capacity of its Hubei plant while continuing to invest in machinery and equipment upgrades at its Zhongshan factory.

At the Hubei plant, the Group invested RMB 11.0 million in FY2025 to construct warehouses and purchase ancillary equipment to support the production of IS tapes. Production of high-end IS tapes at the new facilities commenced in HY2025, with progress advancing as planned. Due to the advanced specifications of high-end IS tapes, customers require an extended evaluation period for quality assessment. This will delay revenue realisation and may extend the timeline before meaningful sales volume materialises. In FY2026, the Group plans to continue developing the Hubei plant by installing peripheral facilities and systems to support future production operations.

At the Zhongshan factory, the Group invested RMB 8.3 million in FY2025 to enhance the production system and other equipment. Investments in two new adhesive coating lines in the previous financial year (FY2024) have made a positive contribution to the overall production capacity and efficiency of the IS tapes and General tapes in FY2025. In FY2026, the Group plans to install two new adhesive coating lines as well as other equipment to replace outdated and less efficient machineries. This will boost the production capacity of 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 2025 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 FY2025.

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	44	Daughter of Mr Leung Chee Kwong, Chief Executive Director and Executive Chairman	<p>Executive Director since 1 September 2017 and Chief Sustainability Officer since January 2022</p> <p>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.</p> <p>She assists in the marketing and sales of Hong Kong subsidiary, Luxking International Chemicals Limited, since October 2005.</p> <p>In addition, she is also responsible for the Sales and Marketing Department of Hong Kong subsidiary, China King International Trading Limited, since October 2006.</p>	
Zhao Biyan	38	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.	<p>Finance Manager of Zhongshan New Asia Adhesive Products Co., Ltd., a wholly-owned subsidiary of the Company since April 2025.</p> <p>Ms Zhao is responsible for overseeing accounting and financial matters of Zhongshan New Asia Adhesive Products Co., Ltd.</p>	Appointed as the Finance Manager of Zhongshan New Asia Adhesive Products Co., Ltd., a wholly-owned subsidiary of the Company since April 2025.

BY ORDER OF THE BOARD

Lisa Cheng
Company Secretary

27 August 2025