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**CROSSTEC Group Holdings Limited**  
**易緯集團控股有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 3893)**

**ANNOUNCEMENT OF ANNUAL RESULTS**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**ANNUAL RESULTS**

The board (the “**Board**”) of directors (the “**Directors**”, each a “**Director**”) of CROSSTEC Group Holdings Limited (the “**Company**”) announces the consolidated financial results of the Company and its subsidiaries (collectively, the “**Group**”) for the year ended 30 June 2024 (the “**Year**”), together with the comparative figures for the year ended 30 June 2023 as follows:

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME**

		<b>For the year ended 30 June</b>	
	<i>Notes</i>	<b>2024 HK\$'000</b>	<b>2023 HK\$'000</b>
<b>Revenue</b>	4	<b>73,811</b>	48,004
Direct costs		<u>(59,047)</u>	<u>(59,422)</u>
<b>Gross profit/(loss)</b>		<b>14,764</b>	(11,418)
Other income	4	<b>225</b>	1,047
Decrease in fair value of investment property		<b>(1,230)</b>	(160)
Impairment losses on property, plant and equipment		<b>(591)</b>	(8,738)
Impairment losses under expected credit loss model, net		<b>(3,035)</b>	–
Other gain, net	4	<b>7,236</b>	369
Administrative expenses		<b>(21,244)</b>	(30,329)
Finance costs	5	<u><b>(9,169)</b></u>	<u>(4,326)</u>
<b>Loss before income tax</b>	6	<b>(13,044)</b>	(53,555)
Income tax expense	7	<u>–</u>	<u>(1)</u>
<b>Loss for the year and attributable to owners of the Company</b>		<b>(13,044)</b>	(53,556)
<b>Item that may be reclassified subsequently to profit or loss</b>			
Exchange differences on translating foreign operations		<u>(1,305)</u>	<u>(466)</u>
<b>Other comprehensive expense for the year and attributable to owners of the Company</b>		<u>(1,305)</u>	<u>(466)</u>
<b>Total comprehensive expense for the year and attributable to owners of the Company</b>		<u><b>(14,349)</b></u>	<u>(54,022)</u>
<b>Loss per share</b>			
Basic and diluted (HK cents)	8	<u><b>(9.74)</b></u>	<u>(58.39)</u>

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		As at 30 June	
		2024	2023
		<i>HK\$'000</i>	<i>HK\$'000</i>
	<i>Notes</i>		
<b>Non-current assets</b>			
Property, plant and equipment		6,271	–
Right-of-use assets		–	–
Investment property		–	7,890
Intangible asset		3,916	–
Deposits		123	886
		<b>10,310</b>	<b>8,776</b>
<b>Current assets</b>			
Trade and other receivables	10	11,462	19,496
Contract assets		24,875	–
Income tax recoverable		201	201
Cash and cash equivalents		16,765	30,996
		<b>53,303</b>	<b>50,693</b>
<b>Total assets</b>		<b>63,613</b>	<b>59,469</b>
<b>Current liabilities</b>			
Trade and other payables	11	20,710	20,251
Contract liabilities		2,578	6,782
Lease liabilities		538	2,372
Other borrowings	12	48,450	25,474
Provisions		–	7,941
		<b>72,276</b>	<b>62,820</b>
<b>Net current liabilities</b>		<b>(18,973)</b>	<b>(12,127)</b>
<b>Total assets less current liabilities</b>		<b>(8,663)</b>	<b>(3,351)</b>
<b>Non-current liabilities</b>			
Lease liabilities		764	4,534
Other borrowings	12	5,000	45,413
Shareholder's loan	12	30,000	–
Provisions		–	799
		<b>35,764</b>	<b>50,746</b>
<b>Total liabilities</b>		<b>108,040</b>	<b>113,566</b>
<b>NET LIABILITIES</b>		<b>(44,427)</b>	<b>(54,097)</b>
<b>Capital and reserves</b>			
Share capital	13	1,555	34,560
Reserves		(45,982)	(88,657)
<b>CAPITAL DEFICIENCY</b>		<b>(44,427)</b>	<b>(54,097)</b>

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

### 1. GENERAL INFORMATION

CROSSTEC Group Holdings Limited (the “**Company**”) was incorporated in the Cayman Islands on 18 March 2016, as an exempted company with limited liability and its shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”). The address of the registered office is located at Windward 3, Regatta Office Park, PO Box 1350, Grand Cayman KY1-1108, Cayman Islands. The headquarter and principal place of business in Hong Kong is located at Unit 1301, 13/F, Technology Plaza, 651 King’s Road, Hong Kong.

The Company is an investment holding company. The principal activities of the Company and its subsidiaries (collectively as the “**Group**”) are trading of millwork, furniture and facade fabrication and provision of interior design, project consultancy, maintenance and interior solutions services. The consolidated financial statements are presented in Hong Kong dollars (“**HK\$**”), which is also the functional currency of the Company. All values are rounded to nearest thousands (HK\$’000) unless otherwise stated.

### 2. BASIS OF PREPARATION

#### (a) Basis of preparation of consolidated financial statements

The consolidated financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards (“**HKFRSs**”) issued by the Hong Kong Institute of Certified Public Accountants (the “**HKICPA**”). For the purpose of preparation of the consolidated financial statements, information is considered material if such information is reasonably expected to influence decisions made by primary users. In addition, the consolidated financial statements include applicable disclosures required by the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (“**Listing Rules**”) and by the Hong Kong Companies Ordinance.

#### (b) Basis of measurement and going concern assumption

##### (i) *Basis of measurement*

The consolidated financial statements have been prepared under the historical cost basis except for investment property which is measured at fair value.

##### (ii) *Going concern assumption*

The Group incurred a loss of approximately HK\$13,044,000 for the year ended 30 June 2024, and as of that date, the Group had total shareholder’s loan and other borrowings amounted to approximately HK\$83,450,000, of which the current other borrowings amounted to approximately HK\$48,450,000. Also, the Group had net current liabilities and capital deficiency of approximately HK\$18,973,000 and HK\$44,427,000 respectively. However, the Group had cash and cash equivalents of approximately HK\$16,765,000. These conditions indicate that a material uncertainty exists that may cast significant doubt on the Group’s ability to continue as a going concern.

In assessing the appropriateness of the use of the going concern basis in the preparation of the consolidated financial statements, the directors of the Company have prepared a cash flow forecast covering a period up to December 2025. The directors of the Company have given careful consideration to the future liquidity and performance of the Group and the Group's available sources of financing in assessing whether the Group will have sufficient financial resources to continue as a going concern. The following considerations have been taken into account in the cash flow forecast:

- The Group has reached a consent with the relevant lender, in respect of outstanding other borrowings with a total nominal amount of HK\$50,000,000 as at 30 June 2024 and, on 23 September 2024, the lender has agreed to extend the borrowings of HK\$20,000,000 and HK\$30,000,000 originally which due on 27 October 2024 and 20 November 2024, respectively for 18 months with an annual interest rate being increased from 2% to 15%;
- The Group has a total facility line granted by its shareholder of HK\$30,000,000 based on the facility letter dated 8 August 2023. As at the approval date of these consolidated financial statements, the Group has drawn down all the loan facility amounted to HK\$30,000,000 as at 30 June 2024; and further obtained a HK\$10,000,000 facility line from the shareholder; and
- The Group will continue its efforts to enhance its operation to improve its cash flow from operations to strengthen its working capital.

Notwithstanding the above, a material uncertainty exists related to the above conditions that may cast significant doubt on the Group's ability to continue as going concern, and therefore it may be unable to realise its assets and discharge its liabilities in the normal course of business. Whether the Group would be able to continue as a going concern depends upon the Group's ability to generate adequate financing and operating cash flows through (a) extending the repayment dates of the other borrowings from the lender successfully; (b) maintaining the facility of the shareholder's loan; and (c) generating operating cash flows based on its forecasted revenue. The directors of the Company are satisfied that it is appropriate to prepare the consolidated financial statements on a going concern basis.

Should the Group be unable to continue in business as a going concern, adjustments would have to be made to reduce the carrying values of the Group's assets to their net realisable amounts, to provide for liabilities which might arise, and to reclassify non-current assets and non-current liabilities as current assets and current liabilities, respectively. The effect of these adjustments has not been reflected in the consolidated financial statements.

## 2.1 APPLICATION OF NEW AND AMENDMENTS TO HKFRSs

### (a) New and amendments to HKFRSs that are mandatorily effective for the current year

In the current year, the Group has applied the following new and amendments to HKFRSs issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”) for the first time, which are mandatorily effective for the Group’s annual period beginning on 1 July 2023 for the preparation of the consolidated financial statements:

HKFRS 17 (including the October 2020 and February 2022 Amendments to HKFRS 17)	Insurance Contracts
Amendments to HKAS 8	Definition of Accounting Estimates
Amendments to HKAS 12	Deferred Tax related to Assets and Liabilities arising from a Single Transaction
Amendments to HKAS 12	International Tax Reform-Pillar Two model Rules
Amendments to HKAS 1 and HKFRS Practice Statement 2	Disclosure of Accounting Policies

Except as described below, the application of the new and amendments to HKFRSs in the current year has had no material impact on the Group’s financial positions and performance for the current and prior years and/or on the disclosures set out in these consolidated financial statements.

#### *Impacts on application of Amendments to HKAS 1 and HKFRS Practice Statement 2 Disclosure of Accounting Policies*

The Group has applied the amendments for the first time in the current year. HKAS 1 Presentation of Financial Statements is amended to replace all instances of the term “significant accounting policies” with “material accounting policy information”. Accounting policy information is material if, when considered together with other information included in an entity’s financial statements, it can reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements.

The amendments also clarify that accounting policy information may be material because of the nature of the related transactions, other events or conditions, even if the amounts are immaterial. However, not all accounting policy information relating to material transactions, other events or conditions is itself material. If an entity chooses to disclose immaterial accounting policy information, such information must not obscure material accounting policy information.

HKFRS Practice Statement 2 Making Materiality Judgements (the “**Practice Statement**”) is also amended to illustrate how an entity applies the “four-step materiality process” to accounting policy disclosures and to judge whether information about an accounting policy is material to its financial statements. Guidance and examples are added to the Practice Statement.

The application of the amendments has had no material impact on the Group's financial positions and performance but has affected the disclosure of the Group's accounting policies to the consolidated financial statements. In accordance with the guidance set out in the amendments, accounting policy information that is standardised information, or information that only duplicates or summarises the requirements of the HKFRSs, is considered immaterial accounting policy information and is no longer disclosed in the notes to the consolidated financial statements so as not to obscure the material accounting policy information disclosed in the notes to the consolidated financial statements.

**(b) Amendments to HKFRSs in issue but not yet effective**

The Group has not early applied the following amendments to HKFRSs that have been issued but are not yet effective:

Amendments to HKFRS 10 and HKAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture <sup>1</sup>
Amendments to HKFRS 16	Lease Liability in a Sale and Leaseback <sup>2</sup>
Amendments to HKAS 1	Classification of Liabilities as Current or Non-current and related amendments to Hong Kong Interpretation 5 (2020) <sup>2</sup>
Amendments to HKAS 1	Non-current Liabilities with Covenants <sup>2</sup>
Amendments to HKAS 7 and HKFRS 7	Supplier Finance Arrangements <sup>2</sup>
Amendments to HKAS 21	Lack of Exchangeability <sup>3</sup>

<sup>1</sup> Effective for annual periods beginning on or after a date to be determined.

<sup>2</sup> Effective for annual periods beginning on or after 1 January 2024.

<sup>3</sup> Effective for annual periods beginning on or after 1 January 2025.

The directors of the Company anticipate that the application of all of the amendments to HKFRSs will have no material impact on the consolidated financial statements in the foreseeable future.

### 3. SEGMENT INFORMATION

#### Operating segments

The Group is principally engaged in the trading of millwork, furniture and facade fabrication and provision of interior design, project consultancy, maintenance and interior solutions services. Information reported to the Group's chief operating decision makers, for the purpose of resources allocation and performance assessment, focuses on the operating results of the Group as a whole, as the Group's resources are integrated and no discrete operating segment financial information is available. Accordingly, no operating segment information is presented.

#### Geographical information

The following table sets out the information about the geographical location of the Group's revenue from external customers and non-current assets other than financial instruments ("Specified non-current assets").

The Group comprises the following main geographical segments:

#### (a) Revenue from external customers by locations of customers

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Hong Kong (place of domicile)	<u>32,296</u>	<u>12,462</u>
Australia	3,644	–
Japan	–	12
Monaco	–	2,233
People's Republic of China ("PRC") (excluding Hong Kong)	37,871	24,913
Thailand	–	622
United Kingdom	–	6,449
United States ("US")	–	784
Vietnam	–	204
Others	–	325
	<u>41,515</u>	<u>35,542</u>
	<u>73,811</u>	<u>48,004</u>

#### (b) Specified non-current assets by locations of assets

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Hong Kong (place of domicile)	6,271	7,890
PRC	3,916	–
	<u>10,187</u>	<u>7,890</u>



(c) **Information about major customers**

Revenue attributed from customers that accounted for 10% or more of the Group's total revenue during the year is as follows:

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Client A	23,008	_**
Client B	22,412	_**
Client C	9,444	_**
Client D	_**	10,099
Client E	_*	6,054
Client F	_**	6,053
Client G	_**	5,137
<b>Total</b>	<b>54,864</b>	<b>27,343</b>

\* Revenue from relevant customer was less than 10% of the Group's total revenue for the reporting period.

\*\* Nil revenue of the customers for the respective reporting period.

In the following table, revenue is disaggregated by primary geographical markets of customers, major products and service lines and timing of revenue recognition.

**Disaggregation of revenue from contracts with customers**

	Sales of millwork and furniture		Sales of facade fabrication		Interior solutions projects		Maintenance services		Design and project consultancy services		Total	
	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Primary geographical markets of customers												
- Hong Kong	7,141	651	-	-	24,766	10,052	366	565	23	1,194	32,296	12,462
- Australia	-	-	-	-	3,644	-	-	-	-	-	3,644	-
- Japan	-	-	-	-	-	-	-	12	-	-	-	12
- Monaco	-	1,138	-	575	-	494	-	-	-	26	-	2,233
- PRC (excluding Hong Kong)	4,873	55	-	-	32,998	23,625	-	279	-	954	37,871	24,913
- Thailand	-	622	-	-	-	-	-	-	-	-	-	622
- United Kingdom	-	6,436	-	-	-	-	-	13	-	-	-	6,449
- US	-	698	-	-	-	-	-	-	-	86	-	784
- Vietnam	-	38	-	-	-	-	-	-	-	166	-	204
- Others	-	162	-	-	-	-	-	-	-	163	-	325
<b>Total</b>	<b>12,014</b>	<b>9,800</b>	<b>-</b>	<b>575</b>	<b>61,408</b>	<b>34,171</b>	<b>366</b>	<b>869</b>	<b>23</b>	<b>2,589</b>	<b>73,811</b>	<b>48,004</b>
Timing of revenue recognition under HKFRS 15												
- At a point in time	12,014	9,800	-	575	-	-	-	-	-	-	12,014	10,375
- Over time	-	-	-	-	61,408	34,171	366	869	23	2,589	61,797	37,629
	<b>12,014</b>	<b>9,800</b>	<b>-</b>	<b>575</b>	<b>61,408</b>	<b>34,171</b>	<b>366</b>	<b>869</b>	<b>23</b>	<b>2,589</b>	<b>73,811</b>	<b>48,004</b>

#### 4. REVENUE, OTHER INCOME AND OTHER GAIN, NET

Revenue includes the net invoiced value of goods sold, design and project consultancy service and maintenance service rendered and contract revenue earned from the interior solutions projects by the Group. The amounts of each significant category of revenue recognised are as follows:

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Time of revenue recognition		
<b>Revenue – at a point in time</b>		
Sales of products		
– Millwork and furniture	12,014	9,800
– Facade fabrication	–	575
<b>Revenue – over time</b>		
Income from interior solutions projects	61,408	34,171
Maintenance service income	366	869
Design and project consultancy service income	23	2,589
	<u>73,811</u>	<u>48,004</u>

An analysis of the Group's other income and other gain, net, recognised is as follows:

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
<b>Other income</b>		
Bank interest income	166	91
Management income	–	316
Government subsidies ( <i>Note</i> )	–	248
Rental income	24	204
Others	35	188
	<u>225</u>	<u>1,047</u>
<b>Other gain, net</b>		
Gain on disposal of property, plant and equipment	–	50
Gain on lease modifications	–	140
Gain on early termination of a lease	4,645	–
Gain on waive of trade payables	2,006	–
Exchange gain, net	585	179
	<u>7,236</u>	<u>369</u>

*Note:*

During the year ended 30 June 2023, the HKSAR Government has launched the “Employment Support Scheme” to provide time-limited financial support to eligible employers to retain their employees due to the adverse situation of COVID-19 in Hong Kong (2024: Nil).

## 5. FINANCE COSTS

	<b>2024</b>	2023
	<i>HK\$'000</i>	<i>HK\$'000</i>
Interest on bank borrowings	–	136
Interest on other borrowings	<b>5,112</b>	1,358
Interest on shareholder's loan	<b>3,890</b>	–
Interest on lease liabilities	<b>167</b>	301
Interest on loan from a former shareholder	–	2,531
	<hr/>	<hr/>
	<b>9,169</b>	4,326
	<hr/> <hr/>	<hr/> <hr/>

## 6. LOSS BEFORE INCOME TAX

The Group's loss before income tax is arrived at after charging/(crediting):

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
(Reversal of) provision of expected loss on onerous contracts (included in direct costs) ( <i>Note a</i> )	(6,366)	7,941
Reversal of accrued contract costs (included in direct costs) ( <i>Note b</i> )	(5,760)	–
Depreciation:		
– Owned property, plant and equipment	494	71
– Right-of-use assets	12	923
Auditor's remuneration	580	670
Impairment losses on property, plant and equipment	591	8,738
Impairment losses under expected credit loss model, net in respect of:		
– Trade receivables	2,438	–
– Contract assets	597	–
Short-term leases expenses	162	481
Gross rental income from investment property	(24)	(204)
Less: Direct operating expenses arising from investment property that generated rental income during the year	24	37
Net rental income	–	(167)
Employee benefit expenses (including directors' and chief executive's remuneration):		
Wages and salaries	8,685	16,735
Post-employment benefits – contribution to defined contribution retirement plan	161	461
Other benefits	2,169	2,349

*Note a:* As at 30 June 2023, the Group has recognised provision for onerous contracts relating to its obligations to complete an interior solution project and supply of millwork and furniture to its customers. The estimated costs required to fulfil the contracts have increased, and therefore, the unavoidable costs of meeting the obligations exceed the revenue expected to be received. The onerous contracts were terminated under mutual agreement of relevant parties and the remaining provision for onerous contracts was reversed during the year ended 30 June 2024.

*Note b:* As at 30 June 2023, the Group has recognised accrued contract costs based on progress of the projects. The relevant contracts were terminated under mutual agreement of relevant parties and the certain accrued contract costs were terminated. Reversal of accrued contract costs was recognised during the year ended 30 June 2024.

## 7. INCOME TAX EXPENSE

The amount of income tax expense in the consolidated statement of profit or loss and other comprehensive income represents:

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Current tax – overseas profits tax		
– under-provision in respect of prior years	–	1
	<u>–</u>	<u>1</u>
Income tax expense	<u>–</u>	<u>1</u>

The Company was incorporated in the Cayman Islands and is exempted from income tax. It is not subject to tax in other jurisdictions.

No provision for Hong Kong profits tax has been made as the Group did not generate any assessable profits arising in Hong Kong during the year and the prior year.

Income tax expense on assessable profits of overseas subsidiaries is calculated at the rates applicable in the respective jurisdictions.

## 8. LOSS PER SHARE

The calculation of the basic loss per share amount is based on the loss for the year attributable to the ordinary equity holders of the Company, and the weighted average number of ordinary shares of approximately 133,933,000 (2023: 91,717,000).

The Group had no dilutive potential ordinary shares in issue during the years ended 30 June 2024 and 30 June 2023.

The calculation of the basic loss per share attributable to the ordinary equity holders of the Company is based on the following data:

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Loss		
Loss for the purpose of basic and diluted loss per share	<u>(13,044)</u>	<u>(53,556)</u>
	<b>Number of shares</b>	
	2024	2023
	<i>'000</i>	<i>'000</i>
Number of shares		
Weighted average number of ordinary shares for the purpose of basic and diluted loss per share ( <i>Note</i> )	<u>133,933</u>	<u>91,717</u>

*Notes:*

The weighted average number of ordinary shares in issue and basic and diluted loss per share were adjusted after taking into account the following events:

- (i) The weighted average number of ordinary shares for the purpose of basic loss per share has been adjusted for the consolidation of shares as set out in Note 13(i); and
- (ii) Bonus elements arising from the rights issue at the price lower than market value has been adjusted on the determination of weighted average number of shares as set out in Note 13(iii).

## **9. DIVIDEND**

No dividend has been paid or declared by the Company for the year ended 30 June 2024 (2023: Nil).

## **10. TRADE RECEIVABLES**

The following is an analysis of trade receivables (net of impairment losses under expected credit loss model) by age, based on the invoice dates:

	<b>2024</b>	2023
	<b><i>HK\$'000</i></b>	<i>HK\$'000</i>
Less than 1 month	<b>797</b>	1,457
1 to 3 months	<b>379</b>	887
3 to 6 months	–	1,851
More than 6 months but less than 1 year	–	453
More than 1 year	<b>172</b>	–
	<b>1,348</b>	4,648

Trade receivables are non-interest bearing. The Group does not hold any collateral or other credit enhancements over these balances. The credit period granted to trade customers is within 30 days in general and up to 60 days upon the issue of the invoice, which is considered on a case-by-case basis. Application for progress payments of projects is made on a regular basis.

## 11. TRADE PAYABLES

An ageing analysis of trade payables, based on the invoice dates, is as follows:

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Less than 1 month	1,433	583
1 to 3 months	–	781
3 to 6 months	137	603
More than 6 months but less than 1 year	659	428
More than 1 year	2,622	845
	<u>4,851</u>	<u>3,240</u>

The Group's trade payables are non-interest bearing and generally have payment terms of 0 to 90 days.

## 12. OTHER BORROWINGS AND SHAREHOLDER'S LOAN

		2024		2023	
	<i>Notes</i>	<b>Current <i>HK\$'000</i></b>	<b>Non-current <i>HK\$'000</i></b>	<b>Current <i>HK\$'000</i></b>	<b>Non-current <i>HK\$'000</i></b>
<b>Unsecured</b>					
Other borrowings	(a)	48,450	5,000	25,474	45,413
Shareholder's loan	(b)	–	30,000	–	–
		<u>48,450</u>	<u>35,000</u>	<u>25,474</u>	<u>45,413</u>

As at 30 June 2024 and 30 June 2023, total current and non-current other borrowings and shareholder's loan were scheduled to repay as follows:

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
<b>Other borrowings:</b>		
On demand or within one year	48,450	25,474
More than one year, but not exceeding two years	–	45,413
More than five years	5,000	–
	<u>53,450</u>	<u>70,887</u>
<b>Shareholder's loan:</b>		
More than one year, but not exceeding two years	30,000	–

*Notes:*

**(a) Other borrowings**

*Current portion*

During the year ended 30 June 2023, the Group has unsecured and unguaranteed loan facilities in an aggregate principal amount of HK\$76,000,000 bearing an interest of 2% per annum from CGH (BVI) Limited (“**CGH**”), a former shareholder of the Company and a company owned as to 50% by each of Mr. Lee Wai Sang and Ms. Leung Mo Shan Jackie (both being the former executive directors of the Company), under three loan agreements (the “**Loan Agreements**”) entered into between the Group and CGH on 22 December 2021, 28 October 2022 and 21 November 2022, respectively.

In March 2023, the Group was notified by CGH that it has assigned all its rights under the Loan Agreements and the underlying loans to an independent third party pursuant to a deed of assignment dated 23 March 2023 (the “**Assignment of Loans**”). The Assignment of Loans was made unilaterally by CGH pursuant to the terms of the Loan Agreements, all terms and conditions of the loans remain unchanged. As at 30 June 2024, the amortised cost of the loans from the independent third party was approximately HK\$48,450,000 (2023: HK\$70,887,000) and it was determined with effective interest rates of 6% to 8.69% per annum. During the year ended 30 June 2024, the Group has repaid the principal amount of HK\$26,000,000.

*Non-current portion*

On 2 May 2024, the Group issued a bond amounted to HK\$5,000,000 at an interest rate of 5% per annum to an independent third party. The bond has a term of 7 years and set to mature on 1 May 2031. The bond is guaranteed by a corporate guarantee of a Company’s subsidiary, which holds a building of approximately HK\$6.3 million as at 30 June 2024.

**(b) Shareholder’s loan**

On 8 August 2023, the Group obtained an unsecured and unguaranteed loan facility with interest-bearing of 15% per annum amounted to HK\$30,000,000 from its shareholder for two years from the draw down date of the loan facility. During the year ended 30 June 2024, the Group has drawn down all the loan facility amounted to HK\$30,000,000.



### 13. SHARE CAPITAL

Ordinary shares of HK\$0.01 (2023: HK\$0.4) each

	Ordinary share per unit HK\$	Number of shares ( '000)	HK\$'000
Authorised:			
At 1 July 2022	0.04	2,500,000	100,000
Share consolidation ( <i>Note (i)</i> )	–	(2,250,000)	–
At 30 June 2023	0.4	250,000	100,000
Capital reduction and subdivision ( <i>Note (iv)</i> )	0.01	9,750,000	–
At 30 June 2024	0.01	<u>10,000,000</u>	<u>100,000</u>
Issued and fully paid:			
At 1 July 2022	0.04	720,000	28,800
Share consolidation ( <i>Note (i)</i> )	–	(648,000)	–
Placing of new shares ( <i>Note (ii)</i> )	0.4	14,400	5,760
At 30 June 2023	0.4	86,400	34,560
Issuance of shares on rights issue ( <i>Note (iii)</i> )	0.4	43,200	17,280
Capital reduction and subdivision ( <i>Note (iv)</i> )	0.01	–	(50,544)
Placing of new shares ( <i>Note (v)</i> )	0.01	25,920	259
At 30 June 2024	0.01	<u>155,520</u>	<u>1,555</u>

*Notes:*

- (i) On 23 August 2022, the Company implemented the share consolidation on the basis that every ten issued and unissued then existing shares of par value HK\$0.04 each in the share capital of the Company be consolidated into one consolidated share of par value HK\$0.40 each in the share capital of the Company. The share consolidation was duly passed by the shareholders of the Company (the “**Shareholders**”) by way of poll on 19 August 2022. Further details were set out in the Company’s circular dated 29 July 2022 and the Company’s announcements dated 8 July 2022 and 19 August 2022 respectively.
- (ii) On 14 December 2022, the Company entered into a placing agreement with a placing agent pursuant to which the placing agent has conditionally agreed, as the placing agent of the Company, to procure on a best effort basis to not less than six placees to subscribe for up to 14,400,000 ordinary shares with par value of HK\$0.4 each at a price of HK\$0.4 each. The aforesaid placing was completed on 12 January 2023. The new shares rank pari passu with the existing shares in all respects. Further details were set out in the Company’s announcements dated 14 December 2022 and 12 January 2023.

- (iii) On 17 May 2023, the Company announced to issue an aggregate of 43,200,000 ordinary shares (the “**Rights Shares**”) upon completion of the issue and allotment of 43,200,000 Rights Shares to the valid applicants pursuant to the rights issue on the basis of one Rights Share for every two existing ordinary shares held by the qualifying Shareholders at a subscription price of HK\$0.4 per Rights Share (“**Rights Issue**”). The Rights Issue became unconditional on 17 July 2023 and were completed on 21 July 2023. The gross proceeds from the Rights Issue were approximately HK\$17,280,000 and the net proceeds were approximately HK\$16,280,000 after deducting the related expenses. The net proceeds of the Rights Issue were fully utilized as intended use to repay part of the Group’s borrowings. Further details were set out in the Company’s announcements dated 17 May 2023 and 21 July 2023 and Company’s prospectus dated 30 June 2023. These Right Shares issued rank pari passu with the existing shares in all respects.
- (iv) On 20 November 2023, the Company announced that it proposed to implement a capital reduction involving the reduction of the par value of each of the issued share of the Company from HK\$0.40 to HK\$0.01 by cancelling the paid-up capital to the extent of HK\$0.39 per issued share so that following such reduction, each issued new share will have a par value of HK\$0.01. The credit arising from the capital reduction will be applied towards offsetting the accumulated losses of the Company as at the effective date of the capital reduction, thereby reducing the accumulated losses of the Company. Immediately following the capital reduction becoming effective, each authorized but unissued share of the Company will be sub-divided into forty (40) unissued new shares with a par value of HK\$0.01 each. The above capital reorganisation referred as the “**Capital reduction and subdivision**”.

Further, the board lot size for trading in the shares on the Stock Exchange was proposed to change from 4,000 shares of the Company to 12,000 new shares of the Company subject to the above Capital reduction and subdivision becoming effective.

The Capital reduction and subdivision have become effective on 21 February 2024, and the change in board lot size and the dealing in the new shares in the Stock Exchange has commenced on 21 February 2024.

Please refer to the Company’s circular dated 18 December 2023 and the Company’s announcement dated 21 February 2024 for details.

- (v) On 22 March 2024, the Company entered into a placing agreement with a placing agent pursuant to which the placing agent has conditionally agreed, as the placing agent of the Company, to procure on a best effort basis to not less than six placees to subscribe for up to 25,920,000 ordinary shares with par value of HK\$0.01 each at a price of HK\$0.26 each (the “**Placing**”). The aforesaid placing was completed on 12 April 2024. The new shares rank pari passu with the existing shares in all respects. Further details were set out in the Company’s announcements dated 22 March 2024 and 12 April 2024.

#### 14. EVENTS AFTER REPORTING PERIOD

Save as disclosed elsewhere in the consolidated financial statements, the Group has following significant events after reporting period:

- (i) The Group has reached a consent with the relevant lender, in respect of outstanding other borrowings with a total nominal amount of HK\$50,000,000 as at 30 June 2024 and, on 23 September 2024, the lender has agreed to extend the borrowings of HK\$20,000,000 and HK\$30,000,000 originally due on 27 October 2024 and 20 November 2024, respectively for 18 months with an annual interest rate being increased from 2% to 15%.
- (ii) The Group has a total facility line granted by its shareholder of HK\$30,000,000 based on the facility letter dated 8 August 2023. As at the approval date of these consolidated financial statements, the Group has drawn down all the loan facility amounted to HK\$30,000,000; and further obtained a HK\$10,000,000 facility line from the shareholder.

## **EXTRACT OF INDEPENDENT AUDITOR’S REPORT**

The following is the extract of the independent auditor’s report from the external auditor of the Company:

### **Opinion**

In our opinion, the consolidated financial statements give a true and fair view of the consolidated financial position of the Group as at 30 June 2024, and of its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards (“**HKFRSs**”) issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”) and have been properly prepared in compliance with the disclosure requirements of the Hong Kong Companies Ordinance.

### **Material Uncertainty Related to Going Concern**

We draw attention to Note 2.1(b)(ii) in the consolidated financial statements, which indicates that the Group incurred a loss of approximately HK\$13,044,000 for the year ended 30 June 2024, and as of that date, the Group had total Shareholder’s loan and other borrowings amounted to approximately HK\$83,450,000, of which the current other borrowings amounted to approximately HK\$48,450,000. Also, the Group had net current liabilities and capital deficiency of approximately HK\$18,973,000 and HK\$44,427,000 respectively. However, the Group had cash and cash equivalents of approximately HK\$16,765,000. These conditions indicate that a material uncertainty exists that may cast significant doubt on the Group’s ability to continue as a going concern. Our opinion is not modified in respect of this matter.

## MANAGEMENT DISCUSSION AND ANALYSIS

### BUSINESS REVIEW

The Group is principally engaged in the provision of bespoke and total interior design solutions to the retail stores and property facilities of global brands, which covers a wide range of services including millwork and furniture provision, facade development and fabrication, interior solutions, design, maintenance and project consultancy. The Group has been conducting its business since 1999 and has been developing its business in the PRC, Australia, US, Europe, Middle East and other Asian countries.

For the Year, the Group's revenue, gross profit and net loss were approximately HK\$73.8 million (2023: approximately HK\$48.0 million), approximately HK\$14.8 million (2023: gross loss of approximately HK\$11.4 million) and approximately HK\$13.0 million (2023: approximately HK\$53.6 million) respectively, representing an increase of approximately 53.8%, a change from gross loss to gross profit and a decrease of approximately 75.7% over the Year.

In order to stay competitive in the market, the management of the Company has put resources and emphasized on developing the local business in the PRC and Hong Kong, as well as exploring business in Australia, in the Year. In addition to maintaining good business relationship with the existing large brand customers, the Group has well established new business relationships with certain internationally recognized brands and property owners for their sizeable projects.

Also, the Group kept monitoring the expense structure and did implement cost reduction exercise to reduce the operating costs to upkeep its competitiveness.

The reduction in the consolidated net loss of the Group for the Year is mainly attributable to:

- (a) the change from gross loss to gross profit due to the reversal of accrued contract costs of approximately HK\$5.8 million and the reversal of expected loss on onerous contracts of approximately HK\$6.4 million during the Year;
- (b) the decrease in the impairment losses on property, plant and equipment of approximately HK\$8.1 million during the Year;
- (c) a gain on early termination of a lease of approximately HK\$4.6 million during the Year; and
- (d) the decrease of administrative expenses of approximately HK\$9.1 million during the Year.

## **BUSINESS STRATEGIES AND OUTLOOK**

Despite the uncertainties of the global situation, it is on the right track that the Group is putting more effort to resume the PRC and overseas business as well as strengthen the competitive advantage of the local business.

Geographically speaking, as the Group is dedicated to putting more resources and efforts on exploring the business opportunities in relation to the interior solutions projects in the PRC, Hong Kong and Australian market, very positive results have been received recently. We have established numerous business relationship with new clients who are internationally recognized brands and property owners and we have also been working closely with them for their expansion projects. Considering the huge development potential, we believe that the Group's business will be promising in the coming years.

Based on the high qualities of products and services provided by the Group, the management of the Company is confident that long-term business relationships will be built up and more projects will be undergoing in the near future.

In addition to the core business, in order to broaden the income sources, the Company has been exploring other business opportunities. In June 2024, the Group was granted a license to reproduce, distribute and publish a licensed game in the PRC for a term of five years and shall commence the gaming business in the year ending 30 June 2025. Further, the Company is still exploring the suitable business partner to co-operate in a form of strategic co-operation alliance or other possible way of development. The Company will keep the Shareholders updated and informed by way of announcement(s) as and when appropriate.

Last but not least, the Group has been making efforts to solicit potential acquisition targets which may have synergy with the existing business of the Group for its ongoing strategic growth and such strategy remains unchanged in the coming year.

## **REVIEW**

### **Revenue**

The Group generated revenue principally from providing four major categories of sales and services, mainly including: (i) sales of millwork, furniture and facade fabrication (2024: approximately HK\$12.0 million; 2023: approximately HK\$10.4 million), (ii) interior solutions services (2024: approximately HK\$61.4 million; 2023: approximately HK\$34.2 million), (iii) design and project consultancy services (2024: approximately HK\$23,000; 2023: approximately HK\$2.6 million) and (iv) maintenance services (approximately HK\$0.4 million; 2023: approximately HK\$0.9 million).

Revenue of the Group increased by approximately 53.8% from approximately HK\$48.0 million in 2023 to approximately HK\$73.8 million in 2024. The increase in revenue was mainly due to the various new projects obtained in the PRC, Hong Kong and Australia.

### **Direct costs**

Direct costs of the Group primarily consisted of costs of material, subcontracting charges, labour costs, reversal of accrued contract costs and reversal of expected loss on onerous contracts. Direct costs decreased by approximately 0.6% from approximately HK\$59.4 million in 2023 to approximately HK\$59.0 million in 2024. It was mainly due to the reversal of accrued contract costs of approximately HK\$5.8 million and the reversal of expected loss on onerous contracts of approximately HK\$6.4 million during the Year, which offset the increase of costs of material and subcontracting charges due to increase in revenue during the Year.

As at 30 June 2023, the Group recognised accrued contract costs based on progress of the projects and recognised provision for onerous contracts relating to its obligation to complete an interior solution project and supply of millwork and furniture to its customers. During the Year, certain relevant contracts were terminated under mutually agreement of relevant parties, and reversal of accrued contract costs and reversal of expected loss on onerous contracts were recognised during the Year.

### **Gross profit and gross profit margin**

The Group recorded a gross profit of approximately HK\$14.8 million in the Year with a gross profit margin of approximately 20.0% (2023: gross loss of approximately HK\$11.4 million). It was mainly due to the reversal of accrued contract costs and the reversal of expected loss on onerous contracts mentioned above.

### **Other gain, net**

During the Year, the Group early terminated a lease in respect of an office premise under mutual agreement with the landlord, therefore, among others, the carrying value of lease liabilities in respect of future lease payments was adjusted and a gain of approximately HK\$4.6 million was recognised under “other gain, net” in the consolidated financial statements.

### **Administrative expenses**

Administrative expenses of approximately HK\$21.2 million in the Year (2023: approximately HK\$30.3 million) mainly consisted of operating expenses such as employee benefits, marketing expenses and legal and professional fees. The administrative expenses decreased during the Year when compared to that of year ended 30 June 2023 was mainly because of tight cost controls adopted by the Group during the Year.

### **Income tax expense**

Income tax expense mainly represented current tax paid/payable for overseas profits tax. There were no income tax expenses recorded during the Year (2023: approximately HK\$1,000).

No provision for Hong Kong profits tax had been made as the Group did not generate any assessable profits arising in Hong Kong during the Year.

Income tax expense on assessable profits of overseas subsidiaries is calculated at the rates applicable in the respective jurisdictions.

## **LIQUIDITY AND FINANCIAL RESOURCES AND CAPITAL STRUCTURE**

The Group derived cash inflow mainly from (i) operating activities primarily through provision of services including millwork and furniture provision, facade development and fabrication, interior solutions services and design, maintenance and project consultancy services; and (ii) financing activities such as borrowings and equity fund raisings. Cash outflow from operating activities primarily comprises direct costs, administrative expenses and other operating expenses.

As at 30 June 2024, the cash and bank balances amounted to approximately HK\$16.8 million (2023: approximately HK\$31.0 million).

As at 30 June 2024, the Group did not have any bank facilities. As at 30 June 2023, the Group had a bank facility (the “**Banking Facility**”) of approximately HK\$6.2 million that has not been utilized and was available for drawdown.

In view of the Group’s current level of cash and bank balances, funds generated internally from operations and the financing sources, the Board believes the Group has sufficient resources to support its operations and meet its foreseeable capital expenditures in the coming year.

During the Year, the Group completed the Rights Issue, the Capital reduction and subdivision and the Placing, please see Notes 13(iii), (iv) and (v) to the consolidated financial statements respectively.



The gross proceeds from the Rights Issue were approximately HK\$17,280,000 and the net proceeds were approximately HK\$16,280,000 after deducting the related expenses. The net proceeds of the Rights Issue were fully utilized as the intended use and were used to repay part of the Group's borrowings.

The gross proceeds from the Placing was approximately HK\$6,740,000 and the net proceeds (after deduction of placing fees and other expenses of the Placing) from the Placing was approximately HK\$6,520,000, representing a net placing price of approximately HK\$0.252 per placing share. The net proceeds of the Placing were fully utilized as the intended use and were used for the payment of subcontracting charges for the interior solutions projects of the Group.

### **Borrowings and gearing ratio**

As at 30 June 2024, the Group had other borrowings and shareholder's loan of approximately HK\$53.5 million and HK\$30.0 million respectively.

As at 30 June 2023, the Group had bank and other borrowings of approximately HK\$70.9 million.

The gearing ratios (calculated as bank and other borrowings divided by total equity) were negative as at 30 June 2023 and 2024 as the Group's equity was in deficit position as at these two dates.

### **CHARGE ON ASSETS**

As at 30 June 2023, the Group's banking facilities are supported by the corporate guarantees given by the Company and a subsidiary of the Company and are secured by investment property amounted to approximately HK\$7.9 million.

As at 30 June 2024, the Banking Facility has been terminated and the Group did not have any banking facilities. The Group is in the process of releasing the relevant guarantees and security under the Banking Facility.

Besides, as at 30 June 2024, a Company's subsidiary (which holds a building of approximately HK\$6.3 million as at 30 June 2024) provided a corporate guarantee to an independent lender in respect of a borrowing of HK\$5.0 million.

### **CONTINGENT LIABILITIES**

As at 30 June 2024 and 2023, the Group had no significant contingent liabilities.

### **SIGNIFICANT INVESTMENT HELD AND FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS**

The Group did not have any significant investment held as at 30 June 2024 nor any plans for material investments and capital assets.

## **MATERIAL ACQUISITIONS AND DISPOSALS**

On 19 June 2024, the Group entered into a distribution agreement, pursuant to which the licensor granted the Group an exclusive license to reproduce, distribute and publish a licensed game in the PRC for a term of five years, with a minimum guarantee of US\$500,000. Please refer to the Company's announcement dated 19 June 2024 for details.

During the Year, there was no material acquisition or disposal of subsidiaries, associated companies or joint ventures by the Group.

## **SHARE OPTION SCHEME**

The Company adopted a share option scheme on 22 August 2016 (the “**Share Option Scheme**”). The Company had not granted any share options under the Share Option Scheme up to 30 June 2024.

## **HUMAN RESOURCES AND EMPLOYEES' REMUNERATION**

As at 30 June 2024, the Group had 30 employees (2023: 41 employees). Total employee benefits (including Directors' and chief executive's remuneration) were approximately HK\$11.0 million (2023: approximately HK\$19.5 million). The Group remunerates its employees based on their qualifications, performance, experience and prevailing industry practice. Competitive remuneration package is offered to retain elite employees, including salaries, medical insurance, discretionary bonuses as well as mandatory provident fund schemes for employees in Hong Kong. Apart from basic remuneration, share options may be granted under the Share Option Scheme to eligible employees on the basis of their individual performance to attract and retain talents to contribute the Group. In order to achieve a standard and quality production of works and to develop individual's potential, the Group's employees are encouraged to attend monthly sharing sessions, lectures and training courses which related to the nature of their duties. In addition to internal trainings, the Group also encourages employees to enroll in courses organised by external organisations and institutes.

## **CAPITAL COMMITMENTS**

As at 30 June 2024, the Group had no material capital commitment (2023: Nil).

## **FOREIGN EXCHANGE RISK**

The Group adheres to prudent financial management principle to control and minimise financial and operational risks. The Group is exposed to foreign currency risk primarily through sales and purchases that are denominated in Thai Baht, Singapore dollars, United States dollars, Renminbi (RMB), Euro (EUR), Australian dollars (AUD) and Great Britain Pound. The management of the Company is aware of the possible exchange rate exposure due to the continuing fluctuation of RMB and AUD and will closely monitor its impact on the performance of the Group to see if any hedging policy is necessary. Presently, there is no hedging policy with respect to the foreign exchange exposure.

## **EVENTS AFTER REPORTING PERIOD**

For the events after the reporting period, please refer to note 14 in this announcement for details.

## **COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE**

The Group is committed to maintaining high standards of corporate governance to safeguard the interests of the Shareholders and to enhance corporate value and accountability. The Company has adopted the code provisions set out in the Corporate Governance Code (the “**CG Code**”) contained in Part 2 of Appendix 14 to the Listing Rules as its own code of corporate governance.

Save as the deviation from code provision C.2.1 of the CG Code as described below, the Board considers that the Company has fully complied, to the extent applicable and permissible, with the code provisions as set out in the CG Code during the Year.

Code Provision C.2.1 requires the roles between the chairman and chief executive officer should be separated and should not be performed by the same individual. Mr. Wang Rong (“**Mr. Wang**”) assumes the roles of both the chairman of the Board (the “**Chairman**”) and the chief executive officer of the Company (the “**Chief Executive Officer**”) since 23 November 2023. In view of Mr. Wang’s extensive experience in the industry, personal profile and critical role in the Group, the Board considers that it is beneficial to the business prospects of the Group that Mr. Wang continues to act as both the Chairman and the Chief Executive Officer. The Board believes that vesting both the roles of Chairman and Chief Executive Officer in the same person has the benefit of providing a strong and consistent leadership to the Group and allows for more effective planning and management of the Group. In addition, the Board is of the view that the balanced composition of executive and the independent non-executive Directors on the Board and the various committees of the Board (primarily comprising independent non-executive Directors) in overseeing different aspects of the Company’s affairs would provide adequate safeguards to ensure a balance of power and authority. The Board will continue to review and consider splitting the roles of Chairman and Chief Executive Officer at a time when it is appropriate and suitable by taking into account the circumstances of the Group as a whole.

The Company will continue to review and enhance its corporate governance practice to ensure compliance with the CG Code.

## **MODEL CODE FOR SECURITIES TRANSACTIONS**

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the “**Model Code**”) set out in Appendix C3 to the Listing Rules as its code of conduct regarding dealings in the securities of the Company by the Directors.

Having made specific enquiry, all the Directors confirmed that they have complied with the required standards set out in the Model Code during the Year. Employees who are likely to be in possession of inside information of the Company are also subject to compliance with guidelines on no less exacting terms than the Model Code.

## **PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES**

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

## **SCOPE OF WORK OF CL PARTNERS CPA LIMITED**

The figures in respect of this announcement of the Group's results for the Year have been agreed by the Group's auditor, CL Partners CPA Limited, to the amounts set out in the Group's consolidated financial statements for the Year. The work performed by CL Partners CPA Limited in this respect did not constitute an assurance engagement in accordance with Hong Kong Standards on Auditing, Hong Kong Standards on Review Engagements or Hong Kong Standards on Assurance Engagements issued by the Hong Kong Institute of Certified Public Accountants and consequently no assurance has been expressed by CL Partners CPA Limited on this announcement.

## **AUDIT COMMITTEE**

The Company has established an audit Committee of the Company (the "**Audit Committee**") on 22 August 2016 with written terms of reference in compliance with the Listing Rules and the CG Code. The principal duties of the Audit Committee include the review and supervision of the Group's financial reporting process, risk management and internal control systems, and review of the Group's financial information. The Audit Committee comprises all three independent non-executive Directors, namely Mr. Tse Kwok Hing Henry (as committee chairman), Ms. Lee Kwai Sheung and Mr. Ma Jian. The Audit Committee has reviewed the Group's consolidated annual results for the Year and is of the opinion that the preparation of such results has complied with the applicable accounting standards and the requirements under the Listing Rules, and that adequate disclosure has been made.

## **DIVIDEND**

The Board has resolved not to recommend the payment of any dividend for the Year (2023: Nil).

## **PUBLICATION OF ANNUAL RESULTS AND ANNUAL REPORT**

This announcement is published on the website of the Stock Exchange ([www.hkexnews.hk](http://www.hkexnews.hk)) and the Company's website ([www.crosstec.com.hk](http://www.crosstec.com.hk)) respectively. The annual report of the Company for the Year containing all the information required by the Listing Rules will be dispatched to the Shareholders and published on the websites of the Stock Exchange and the Company in due course.

## **APPRECIATION**

The Company would like to take this opportunity to thank all our valued Shareholders and various stakeholders of the Company for their continuous support. Also, the Company would like to express its appreciation to all the staff for their efforts and commitments to the Group.

On behalf of the Board  
**CROSSTEC Group Holdings Limited**  
**Wang Rong**  
*Executive Director*

Hong Kong, 30 September 2024

*As at the date of this announcement, the Board comprises Mr. Wang Rong and Mr. Cui Qingbo as executive Directors; Mr. Tsang Ho Yin as non-executive Director; and Ms. Lee Kwai Sheung, Mr. Tse Kwok Hing Henry and Mr. Ma Jian as independent non-executive Directors.*