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MODERN INNOVATIVE DIGITAL TECHNOLOGY COMPANY LIMITED
新 質 數 字 科 技 有 限 公 司
(Incorporated in Bermuda with limited liability)
(Stock Code: 2322)

ANNOUNCEMENT OF RESULTS FOR THE YEAR ENDED 31 MARCH 2026 AND RESUMPTION OF TRADING

The board (the "Board") of directors (the "Directors") of Modern Innovative Digital Technology Company Limited (the "Company") announces the audited consolidated results of the Company and its subsidiaries (together, the "Group") for the year ended 31 March 2026, together with comparative audited figures for the previous financial year, as follows:

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 March 2026

	Note	**2026** **HK$'000**	2025 HK$'000
Revenue	*3*	**43,904**	73,706
Cost of sales		**(31,210)**	(53,195)
Gross profit		**12,694**	20,511
Other income	*5*	**4,369**	3,930
Impairment loss on trade and account receivables		**(107,274)**	(25,387)
Impairment loss on factoring receivables		**(2,814)**	(607)
Impairment loss on finance lease receivables		**(7,062)**	(4,153)
Impairment loss on loan and interest receivables		**(86,528)**	(15,759)
Impairment loss on deposits and other receivables		**(11,162)**	(6,941)
Loss on changes in fair value of investment property		**(3,996)**	–
Impairment loss on intangible assets		**–**	(5,025)
(Loss)/Gain on changes in fair value of held-for-trading investments		**(6,323)**	12,653
Loss on disposal of held-for-trading investments		**(2,772)**	(637)
Administrative expenses		**(46,915)**	(62,121)
Operating loss		**(257,783)**	(83,536)
Finance costs		**(732)**	(281)
Loss before taxation	*6*	**(258,515)**	(83,817)
Taxation	*7*	**219**	(5,146)
Loss for the year		**(258,296)**	(88,963)

	Note	**2026** **HK$'000**	2025 HK$'000
Other comprehensive income/(loss):			
Items that may be reclassified subsequently to profit or loss:			
– Exchange differences arising on translation of foreign operations		**22,275**	509
– Realisation of exchange reserve upon dissolving of a subsidiary		**(1,987)**	–
		20,288	509
Items that will not be reclassified subsequently to profit or loss:			
– Gain on revaluation of owner-occupied property upon transfer to investment property		**–**	5,746
– Deferred tax liabilities on recognition of revaluation of owner-occupied property upon transfer to investment property		**–**	(1,436)
		–	4,310
Total comprehensive loss for the year		**(238,008)**	(84,144)
Loss for the year attributable to: Owners of the Company		**(258,296)**	(88,963)
Total comprehensive loss for the year attributable to: Owners of the Company		**(238,008)**	(84,144)
LOSS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY			
Basic and diluted	9	**(6.13) cents**	(2.16) cents

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2026

	Note	2026 HK$'000	2025 HK$'000
ASSETS			
Non-current assets			
Property, plant and equipment		**3,994**	3,976
Investment property		**71,077**	71,820
Right-of-use assets		**11,252**	1,616
Intangible assets		**500**	500
Goodwill		**1,000**	1,000
Other non-current assets		**205**	205
Deferred tax assets		**12,097**	11,934
		100,125	91,051
Current assets			
Trade and account receivables	*10*	**145,507**	242,184
Factoring receivables	*11*	**16,305**	18,322
Finance lease receivables	*12*	**12,501**	19,294
Loan and interest receivables	*13*	**94,056**	160,078
Deposits, prepayments and other receivables		**35,356**	46,871
Tax recoverable		**212**	203
Held-for-trading investments		**25,859**	22,979
Cash held on behalf of clients		**19,969**	16,579
Cash and bank balances		**29,984**	59,845
		379,749	586,355
Total assets		**479,874**	677,406
EQUITY			
Capital and reserves			
Share capital		**88,412**	82,412
Reserves		**343,173**	557,229
Total equity		**431,585**	639,641

	Note	2026 *HK$'000*	2025 *HK$'000*
LIABILITIES			
Non-current liabilities			
Lease liabilities		**5,842**	1,221
Deferred tax liabilities		**930**	1,861
		6,772	3,082
Current liabilities			
Trade and account payables	*14*	**20,316**	16,978
Lease liabilities		**5,824**	505
Accruals, other payables and deposit received		**8,071**	10,714
Amount due to a Director		**–**	306
Tax payables		**7,306**	6,180
		41,517	34,683
Total liabilities		**48,289**	37,765
Total equity and liabilities		**479,874**	677,406
Net current assets		**338,232**	551,672
Total assets less current liabilities		**438,357**	642,723

1 GENERAL INFORMATION

Modern Innovative Digital Technology Company Limited (the "Company") is a limited liability company incorporated in Bermuda and listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "Stock Exchange"). The Company's registered office is located at Clarendon House, 2 Church Street, Hamilton II, Bermuda. The principal place of business in Hong Kong is situated at Suite 2206-10, 22nd Floor, China Resources Building, 26 Harbour Road, Wanchai, Hong Kong.

The principal activity of the Company is investment holding. The Group is principally engaged in trading, money lending, factoring, finance leasing and financial services businesses.

These consolidated financial statements are presented in Hong Kong dollars ("HK$") unless otherwise stated. These consolidated financial statements have been approved for issue by the Board on 29 June 2026.

2 MATERIAL ACCOUNTING POLICIES

The material accounting policies applied in the preparation of these consolidated financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Basis of preparation

These consolidated financial statements have been prepared in accordance with HKFRS Accounting Standards as issued by the Hong Kong Institute of Certified Public Accountants and accounting principles generally accepted in Hong Kong. In addition, the consolidated financial statements include applicable disclosures required by the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules") and the applicable disclosure requirements of the Hong Kong Companies Ordinance (Cap. 622). These consolidated financial statements have been prepared under the historical cost convention, except for investment property and held-for-trading investments that have been measured at fair value.

These consolidated financial statements have been prepared on a going concern basis notwithstanding that the Group incurred a loss of approximately HK$258,296,000 for the year ended 31 March 2026. The directors have carefully reviewed the Group's cash position as at the end of the reporting period and the cash flow forecast prepared by the management for at least the next twelve months from the date of this report. The directors are therefore of the opinion that it is appropriate to prepare the consolidated financial statements on a going concern basis.

The preparation of consolidated financial statements in conformity with HKFRS Accounting Standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in the notes to the consolidated financial statements in the annual report.

2.2 Changes in accounting policies

The Group has applied amendments to HKAS 21, The effects of changes in foreign exchange rates – Lack of exchangeability issued by the Hong Kong Institute of Certified Public Accountants to these financial statements for the current accounting period. The amendments do not have a material impact on the consolidated financial statements as the Group has not entered into any foreign currency transactions in which the foreign currency is not exchangeable into another currency.

The Group has not applied any new standard or interpretation that is not yet effective for the current accounting period.

The application of the amendments listed above in the current year has had no material effect on the Group's financial performance and positions for the current and prior year.

3 REVENUE

Revenue represents (i) net invoiced value of goods sold, after allowances for returns and trade discount; (ii) interest income from money lending, factoring, finance leasing and margin financing; (iii) brokerage commission income from securities dealing and (iv) underwriting and placing commission income.

An analysis of the Group's revenue for the year is as follows:

	2026	2025
	HK$'000	*HK$'000*
Sales of goods	**31,464**	53,674
Interest income from money lending, factoring, finance leasing and margin financing	**11,946**	18,957
Brokerage commission income	**494**	474
Underwriting and placing commission income	**–**	601
	43,904	73,706
Revenue from contracts with customers within HKFRS 15:		
Recognised at a point of time		
Sales of goods	**31,464**	53,674
Brokerage commission income	**494**	474
Underwriting and placing commission income	**–**	601
	31,958	54,749
Revenue from other sources:		
Interest income from money lending, factoring, finance leasing and margin financing calculated using effective interest method	**11,946**	18,957
	43,904	73,706

4 SEGMENT INFORMATION

The chief operating decision-maker has been identified as the Board of the Company. The Board reviews the Group's internal reporting in order to assess performance and allocate resources. Management has determined the operating segments based on these reports.

The Group's operating businesses are structured and managed separately according to the nature of the operations. Each of the Group's reportable segments represents a strategic business unit that is subject to risks and returns that are different from other reportable operating segment.

The Group's reportable and operating segments are as follows:

- Trading segment engages in trading of goods in the PRC and Hong Kong;
- Money lending and factoring segment engages in provision of loan financing in Hong Kong, loan and factoring financing in the PRC;
- Finance leasing segment engages in provision of finance leasing and sale-leaseback in the PRC; and
- Financial services segment engages in provision of securities dealing broking, placing, underwriting, margin financing and asset management services in Hong Kong.

The accounting policies of the operating segments are the same as the Group's accounting policies. Segment profit/loss represents the profit/loss earned by each segment without allocation of incomes or expenses which are not recurring in nature and unrelated to the Group's operating performance, including central administration costs, Directors' emoluments, changes in fair value of investment property, changes in fair value of held-for-trading investments, gain/loss on disposal of held-for-trading investments, finance costs, impairment loss on deposits and other receivables (non-trading nature), exchange gain/loss, dividend income, rental income and interest income from cash and bank balances.

For the purposes of monitoring segment performances and allocating resources between segments, all assets are allocated to operating segments other than investment property, held-for-trading investments, cash and bank balances, tax recoverable, deferred tax assets and other corporate assets. All liabilities are allocated to operating segments other than amount due to a Director, tax payables, deferred tax liabilities and other corporate liabilities.

The Board assesses the performance of the operating segments based on their underlying operating results, which is measured by results before taxation.

(a) Segment revenue and results

	Year ended 31 March 2026				
Segment revenue and results	**Trading** *HK$'000*	**Money lending and factoring** *HK$'000*	**Finance leasing** *HK$'000*	**Financial services** *HK$'000*	**Total** *HK$'000*
Segment revenue	**31,464**	**10,637**	**–**	**1,803**	**43,904**
Segment results	**(103,886)**	**(76,676)**	**(10,839)**	**(25,094)**	**(216,495)**
Corporate expenses					**(32,477)**
Operating loss					**(248,972)**
Corporate income					**3,639**
Loss on changes in fair value of investment property					**(3,996)**
Loss on changes in fair value of held-for-trading investments					**(6,323)**
Loss on disposal of held-for-trading investments					**(2,772)**
Finance costs					**(91)**
Loss before taxation					**(258,515)**
Taxation					**219**
Loss for the year					**(258,296)**

	Year ended 31 March 2025				
Segment revenue and results	Trading *HK$'000*	Money lending and factoring *HK$'000*	Finance leasing *HK$'000*	Financial services *HK$'000*	Total *HK$'000*
Segment revenue	53,674	12,915	3,717	3,400	73,706
Segment results	(28,040)	(11,217)	(2,893)	(25,215)	(67,365)
Impairment loss on intangible assets	–	–	–	(5,025)	(5,025)
	(28,040)	(11,217)	(2,893)	(30,240)	(72,390)
Corporate expenses					(26,528)
Operating loss					(98,918)
Corporate income					3,225
Gain on changes in fair value of held-for-trading investments					12,653
Loss on disposal of held-for-trading investments					(637)
Finance costs					(140)
Loss before taxation					(83,817)
Taxation					(5,146)
Loss for the year					(88,963)

(b) Segment assets and liabilities

	As at 31 March 2026				
Segment assets	**Trading** *HK$'000*	**Money lending and factoring** *HK$'000*	**Finance leasing** *HK$'000*	**Financial services** *HK$'000*	**Total** *HK$'000*
Non-current assets					
Property, plant and equipment	**106**	**54**	**3,241**	**–**	**3,401**
Right-of-use assets	**–**	**–**	**–**	**10,104**	**10,104**
Intangible assets	**–**	**–**	**–**	**500**	**500**
Goodwill	**–**	**–**	**1,000**	**–**	**1,000**
Other non-current assets	**–**	**–**	**–**	**205**	**205**
	106	**54**	**4,241**	**10,809**	**15,210**
Current assets	**144,783**	**110,691**	**13,258**	**30,310**	**299,042**
	144,889	**110,745**	**17,499**	**41,119**	**314,252**
Unallocated:					
Cash and bank balances					**29,984**
Others					**135,638**
Total assets per statement of financial position					**479,874**
Segment liabilities	**878**	**1,093**	**1,506**	**31,474**	**34,951**
Unallocated:					
Others					**13,338**
Total liabilities per statement of financial position					**48,289**

	As at 31 March 2025				
Segment assets	Trading *HK$'000*	Money lending and factoring *HK$'000*	Finance leasing *HK$'000*	Financial services *HK$'000*	Total *HK$'000*
Non-current assets					
Property, plant and equipment	129	68	3,058	9	3,264
Intangible assets	–	–	–	500	500
Goodwill	–	–	1,000	–	1,000
Other non-current assets	–	–	–	205	205
	129	68	4,058	714	4,969
Current assets	231,108	178,547	20,121	38,104	467,880
	231,237	178,615	24,179	38,818	472,849
Unallocated:					
Cash and bank balances					59,845
Others					144,712
Total assets per statement of financial position					677,406
Segment liabilities	769	897	1,652	17,494	20,812
Unallocated:					
Amount due to a Director					306
Others					16,647
Total liabilities per statement of financial position					37,765

(c) Other segment information

Other segment information	Trading HK$'000	Money lending and factoring HK$'000	Finance leasing HK$'000	Financial services HK$'000	Unallocated HK$'000	Total HK$'000
	Year ended 31 March 2026					
Depreciation of property, plant and equipment	(44)	–	(333)	(9)	(1,224)	(1,610)
Depreciation of right-of-use assets	–	–	–	(5,058)	(673)	(5,731)
Capital expenditure	–	–	(1,090)	(15,162)	(664)	(16,916)
Impairment loss on trade and account receivables	(101,674)	–	–	(5,600)	–	(107,274)
Impairment loss on factoring receivables	–	(2,814)	–	–	–	(2,814)
Impairment loss on finance lease receivables	–	–	(7,062)	–	–	(7,062)
Impairment loss on loan and interest receivables	–	(86,528)	–	–	–	(86,528)
Impairment loss on deposits and other receivables	–	–	–	–	(11,162)	(11,162)
Loss on changes in fair value of investment property	–	–	–	–	(3,996)	(3,996)
Loss on changes in fair value of held-for-trading investments	–	–	–	–	(6,323)	(6,323)
Loss on disposal of held-for-trading investments	–	–	–	–	(2,772)	(2,772)
Dividend income	–	–	–	–	554	554
Bank interest income	–	–	–	–	286	286
Finance costs	–	–	–	(641)	(91)	(732)
Taxation	–	–	–	–	219	219

Other segment information	Trading HK$'000	Money lending and factoring HK$'000	Finance leasing HK$'000	Financial services HK$'000	Unallocated HK$'000	Total HK$'000
	Year ended 31 March 2025					
Depreciation of property, plant and equipment	(137)	(349)	(312)	(120)	(978)	(1,896)
Depreciation of right-of-use assets	–	–	–	(5,664)	(2,794)	(8,458)
Capital expenditure	–	–	(1,120)	–	(4,393)	(5,513)
Impairment loss on trade and account receivables	(22,365)	–	–	(3,022)	–	(25,387)
Impairment loss on factoring receivables	–	(607)	–	–	–	(607)
Impairment loss on finance lease receivables	–	–	(4,153)	–	–	(4,153)
Impairment loss on loan and interest receivables	–	(15,759)	–	–	–	(15,759)
Impairment loss on deposits and other receivables	–	–	–	–	(6,941)	(6,941)
Impairment loss on intangible assets	–	–	–	(5,025)	–	(5,025)
Gain on changes in fair value of held-for-trading investments	–	–	–	–	12,653	12,653
Loss on disposal of held-for-trading investments	–	–	–	–	(637)	(637)
Gain on disposal of a subsidiary	–	–	–	–	352	352
Dividend income	–	–	–	–	302	302
Bank interest income	–	–	–	–	848	848
Finance costs	–	–	–	(141)	(140)	(281)
Taxation	–	–	–	–	(5,146)	(5,146)

5 OTHER INCOME

	2026	2025
	HK$'000	*HK$'000*
Bank interest income	**286**	848
Sublease interest income	**–**	48
Rental income	**2,291**	994
Dividend income	**554**	302
Gain on disposal of a subsidiary	**–**	352
Others	**1,238**	1,386
	4,369	3,930

6 LOSS BEFORE TAXATION

The Group's loss before taxation has been arrived at after charging/(crediting):

	2026	2025
	HK$'000	*HK$'000*
Cost of inventories sold	**31,185**	53,157
Salaries and wages included in administrative expenses:		
Directors' emoluments (including contribution to defined contribution plans)	**4,538**	6,639
Salaries, wages and other benefits (excluding Directors' emoluments)	**15,875**	18,411
Contribution to defined contribution plans (excluding Directors)	**850**	993
	21,263	26,043
Auditor's remuneration		
– Audit services	**826**	903
Depreciation of property, plant and equipment	**1,610**	1,896
Depreciation of right-of-use assets	**5,731**	8,458
Rental expenses in respect of short-term lease	**319**	327
Loss on disposal of property, plant and equipment	**–**	271
Impairment loss on trade and account receivables	**107,274**	25,387
Impairment loss on factoring receivables	**2,814**	607
Impairment loss on finance lease receivables	**7,062**	4,153
Impairment loss on loan and interest receivables	**86,528**	15,759
Impairment loss on deposits and other receivables	**11,162**	6,941
Loss on changes in fair value of investment property	**3,996**	–
Impairment loss on intangible assets	**–**	5,025
Loss/(Gain) on changes in fair value of held-for-trading investments	**6,323**	(12,653)
Loss on disposal of held-for-trading investments	**2,772**	637
Gain on disposal of a subsidiary	**–**	352

7 TAXATION

	2026	2025
	HK$'000	*HK$'000*
Current income tax		
– Hong Kong profits tax	**–**	(3,277)
– PRC corporation income tax	**780**	(504)
	780	(3,781)
Deferred tax	**(999)**	8,927
Taxation (credit)/expense	**(219)**	5,146

Hong Kong profits tax

Under the two-tiered profits tax rates regime, Hong Kong profits tax has been provided at the rate of 8.25% on the first HK$2,000,000 of the estimated assessable profits of the qualifying entity of the Group and 16.5% on the estimated assessable profits above HK$2,000,000. The assessable profits of other Group entities in Hong Kong not qualifying for the two-tiered profits tax rates regime are continued to be taxed at a flat rate of 16.5%.

PRC corporate income tax

The PRC corporate income tax in respect of operations in the PRC is calculated at the applicable tax rates on the estimated assessable profits for the year based on existing legislation, interpretations and practices in respect thereof.

8 DIVIDEND

The Directors do not recommend the payment of any dividend for the year ended 31 March 2026 (2025: Nil).

9 LOSS PER SHARE

	2026	2025
	HK$'000	*HK$'000*
Loss attributable to shareholders	**(258,296)**	(88,963)
Weighted average number of ordinary shares, for the purposes of calculating basic loss per share (shares in thousands)	**4,211,833**	4,120,600
Basic and diluted loss per share	**HK(6.13) cents**	HK(2.16) cents

As there is no dilutive potential ordinary share outstanding as at 31 March 2026 and 2025, the diluted loss per share is equal to the basic loss per share.

10 TRADE AND ACCOUNT RECEIVABLES

	2026	2025
	HK$'000	*HK$'000*
Receivables arising from securities broking business:		
– Loans to margin clients	**37,621**	42,266
– Clearing houses	**323**	405
	37,944	42,671
Less: Impairment loss	**(37,121)**	(31,521)
	823	11,150
Receivables arising from trading business	**171,638**	262,610
Less: Impairment loss	**(26,954)**	(31,576)
	144,684	231,034
Total trade and account receivables	**145,507**	242,184

No ageing analysis of cash clients account receivables and loans to margin clients is disclosed as in the opinion of the Directors, the ageing analysis is not meaningful in view of the nature of the cash clients account receivable arising from securities broking and the revolving margin loans.

An aged analysis of receivables arising from trading business, net of allowance for impairment, at the end of the reporting period, based on the date of invoice (or date of revenue recognition, if earlier), is as follows:

	2026	2025
	HK$'000	*HK$'000*
0 to 30 days	**–**	–
31 to 60 days	**–**	21,757
61 to 90 days	**–**	–
91 to 180 days	**11,183**	11,641
More than 180 days	**133,501**	197,636
	144,684	231,034

The aged analysis of receivables arising from trading and asset management businesses that are not considered to be impaired is as follows:

	2026	2025
	HK$'000	*HK$'000*
Neither past due nor impaired	**–**	21,757
Past due but not impaired		
0 to 30 days	**–**	–
31 to 90 days	**11,183**	11,641
91 to 180 days	**18,579**	25,475
more than 180 days	**114,922**	172,161
	144,684	231,034

11 FACTORING RECEIVABLES

	2026	2025
	HK$'000	*HK$'000*
Factoring receivables	**19,210**	18,360
Interest receivables	**1,172**	1,120
	20,382	19,480
Less: Impairment loss	**(4,077)**	(1,158)
	16,305	18,322

12 FINANCE LEASE RECEIVABLES

	2026	2025
	HK$'000	*HK$'000*
Finance lease receivables	**19,302**	18,448
Interest receivables	**5,807**	6,025
	25,109	24,473
Less: Impairment loss	**(12,608)**	(5,179)
	12,501	19,294

* No minimum lease payments and respective present value have been disclosed in accordance with HKFRS 16 "Leases" as all finance lease contracts have matured and due at the year end date.

13 LOAN AND INTEREST RECEIVABLES

	2026	2025
	HK$'000	*HK$'000*
Loan receivables	**148,401**	156,063
Interest receivables	**39,603**	31,236
Loan and interest receivables	**188,004**	187,299
Less: Impairment loss	**(93,948)**	(27,221)
	94,056	160,078
Current portion of loan and interest receivables	**94,056**	160,078
Non-current portion of loan and interest receivables	**–**	–
	94,056	160,078
Analysed as:		
Within one year	**94,056**	160,078
In the second to fifth years, inclusive	**–**	–
	94,056	160,078

14 TRADE AND ACCOUNT PAYABLES

	2026	2025
	HK$'000	*HK$'000*
Payables arising from securities broking business:		
– Cash clients account payables	**5,474**	6,373
– Margin clients account payables	**14,831**	10,605
Payables arising from trading business	**11**	–
Total trade and account payables	**20,316**	16,978

In view of the nature of the payables arising from securities broking, no ageing analysis is disclosed as in the opinion of the Directors, the ageing analysis is not meaningful. The normal settlement terms of payables arising from securities broking are two trading days after the trade date.

An aged analysis of payables arising from trading business, at the end of the reporting period, based on the date of invoice (or date of recognition, if earlier), is as follows:

	2026	2025
	HK$'000	*HK$'000*
0 to 90 days	–	–
91 to 180 days	11	–
More than 180 days	–	–
	11	–

15 COMMITMENTS

(a) The Group as lessee

At the end of the reporting period, the lease commitments for short-term leases are as follows:

	2026	2025
	HK$'000	*HK$'000*
Not later than 1 year	14	18

None of the leases include contingent rentals.

(b) The Group as lessor

At the end of the reporting period, the operating lease rental receivables are as follows:

	2026	2025
	HK$'000	*HK$'000*
Not later than 1 year	1,123	1,832
Later than 1 year but not later than 5 years	946	198
	2,069	2,030

MANAGEMENT DISCUSSION AND ANALYSIS

Financial Review

The Group recorded a turnover of approximately HK$43.9 million with a gross profit of approximately HK$12.7 million for the year ended 31 March 2026 as compared to approximately HK$73.7 million and HK$20.5 million respectively for the last corresponding year. The loss for the year was approximately HK$258.3 million as compared to approximately HK$89.0 million for the last corresponding year. The increase in loss for the year was mainly attributable to the net effect of the followings:

(i) a decrease in gross profit of approximately HK$7.8 million;

(ii) a decrease in administrative expenses of approximately HK$15.2 million;

(iii) an increase in aggregate amount of impairment losses and written off of receivables of approximately HK$162.0 million due to the uncertain and difficult economic environment;

(iv) a loss on changes in fair value of held of trading investments of approximately HK$6.3 million was recorded during the current year whereas a gain of approximately HK$12.7 million was recorded in the last corresponding year;

(v) a tax credit of approximately HK$0.2 million was recorded during the current year whereas a tax expense of approximately HK$5.1 million was recorded in the last corresponding year.

As at 31 March 2026, the total assets and net assets of the Group amounted to approximately HK$479.9 million (2025: HK$677.4 million) and HK$431.6 million (2025: HK$639.6 million) respectively. The decrease in total assets and net assets were mainly caused by the loss for the year as mentioned above.

Business Review and Prospects

Trading Business

The Group is principally engaged in trading business in the PRC. The Group recorded a turnover of approximately HK$31.5 million with a loss of approximately HK$103.9 million from its trading business during year ended 31 March 2026 as compared to approximately HK$53.7 million with a loss of approximately HK$28.0 million for the same period in 2025. The increase in the loss recorded for the year ended 31 March 2026 was mainly caused by the increase in provision for impairment loss on trade receivables.

Over the past year, the Chinese economy has not experienced a prosperous year. The real estate sector has years of contraction already. Property investment plummeted, and because the majority of Chinese household wealth is tied up in property, dropping home prices created a massive negative wealth effect. Domestic demand remained heavily depressed, consumers, feeling less wealthy and worried about the future, heavily pulled back on spending. The employment environment, especially for youth and private sector workers, remained highly stressed. As a result, the fundamental market sentiment is not optimistic, which compounded by the uncertainty about the pace of recovery of the economy, the consumption patterns of customers became more prudent. As the Group's trading business focuses on discretionary goods which are not mandatory for people's everyday lives, the above factors together with the Group's management hoping to minimise our credit risks with regard to the above-mentioned macroeconomic conditions and the circumstances of our individual customers, resulted in a decrease of turnover and revenue during the year.

Under such circumstances, the management of the Group regularly and prudently re-assessed the individual conditions of our customers to evaluate the businesses and credit risks with reference to historical trading and repayment patterns, and conditions of the market as a whole. With the assistance of an independent professional valuer on the computation of expected credit losses, impairment loss on trade receivables amounted to approximately HK$101.7 million was provided for during the current year. As mentioned by the Group in prior years, this provision includes certain customers which encountered financial difficulties in the relatively weak economic environment and defaulted in repayments, and hence the Group was more prudent when conducting business with them, which also contributed to the Group's decreasing revenue from trading business. During the years, despite appropriate measures including legal proceedings against such customers were taken by the Group with judgement in favour of the Group by the court and certain of the customers' assets were seized and recovered by the Group thereon, after such legal actions and/or the auctioning and selling of all seized assets, the management considered that the Group could not recover further sums from such customers. Accordingly, after due and careful assessment, such balances were written off during the current year. The Group will closely monitor the creditworthiness of the customers and take appropriate measures including legal proceedings against defaulting customers and seizure of the customers' assets for auctioning and selling of all seized assets, to recover sums from such customers, whenever appropriate. The management will continue to stay vigilant on the macroeconomic conditions and may adjust our product mix in order to satisfy the needs of the market and drive the growth of the Group's trading business.

Money Lending and Factoring Business

The Group offers corporate and personal loans in Hong Kong and the PRC to well-established businesses and affluent individuals of occupations ranging from executives, businessmen and professionals. Clients are generally solicited through (i) the directors and senior management of the subsidiaries whom are in charge of each of the lending businesses; (ii) direct approaches from clients; and (iii) referral from existing clients.

The money lending portfolio consists of loans with initial terms generally ranging from 1 to 3 years with principals of approximately HK$3 million to HK$25 million which are principally for the development and expansion of their businesses and their corporate and personal needs.

The Group also offers factoring loans on trade receivables in the PRC with initial terms of not more than 6 months and sizes ranging from approximately RMB10 million to RMB20 million in general. The financing purpose of the Group's clients is principally for their operation requirements.

The Group has loan portfolios in Hong Kong and the PRC with carrying amounts of approximately HK$94.1 million and factoring receivables of approximately HK$16.3 million as at 31 March 2026. The Group recognised an aggregate interest income of approximately HK$10.6 million and a loss of approximately HK$76.7 million for the year ended 31 March 2026 as compared to approximately HK$12.9 million and a loss of HK$11.2 million respectively for the last corresponding year. The increase in loss was mainly caused by the increase in provision of expected credit losses recognized during the year.

Collaterals and guarantors would be obtained from clients as appropriate on a case-by-case basis by considering the background, repayment ability and creditworthiness of the potential clients a whole. While the Group aims to have securities over the loans granted in accordance with the industry practice and in compliance with the relevant regulations, if applicable, unsecured loans may also be granted which is considered by the Group as a balance of our product-mix and part of our portfolio. Nevertheless, the Group is conservatively prudent in assessing the creditworthiness of the unsecured loans including but not limited to the review and inspection of asset title, asset portfolio, leverage level and liquidity conditions before approval. Amid the unstable economic environment, the Group has not made significant increase to the loan portfolio during the year.

The general market conditions during the year was not as good due to a number of reasons as mentioned above, and businesses across different industries are experiencing difficult times, which in turn affects the financial strength of our lending clients. The management of the Group has re-assessed the individual conditions of our customers to evaluate the businesses and credit risks with reference to historical repayment patterns, and conditions of the market as a whole. With the assistance of an independent professional valuer on the computation of expected credit losses, impairment loss on loan and interest receivables amounted to approximately HK$86.5 million was provided for during the current year.

The Group will further assess and closely monitor the creditworthiness of our potential and existing clients, in accordance with our internal control measures as discussed below and, when necessary, formulate the appropriate actions to reduce our credit risk and recovery of the outstanding amounts.

Finance Leasing Business

The Group is engaged in finance leasing business in the PRC and mainly offers machinery/equipment-based finance leases, the terms of which generally ranges from 1 to 5 years and with size not more than RMB30 million. No turnover was derived from the Group provides both direct leasing and sale-leaseback services to customers and the financing purpose of the Group's customers is principally for the development and expansion of their business.

The finance leasing business maintained a portfolio with carrying amounts of approximately HK$12.5 million as at 31 March 2026. No turnover was derived from the finance leasing portfolio with a loss of approximately HK$10.8 million recorded during the year ended 31 March 2026 as compared to revenue of approximately HK$3.7 million and a loss of approximately HK$2.9 million recorded respectively for the last corresponding year. The increase in loss is mainly due to the decrease is recognized interest income during the current year and increase in impairment loss on finance lease receivables in the current year. After years of legal proceedings with a particular client, with certain recoveries achieved through the court system, the management considered that the probability of default from this client increased, and hence no interest income was recognized during the year and additional provision on the outstanding balance with this client was recorded for during the year.

As the management considered asset-heavy clients faces more business risks in this turbulent economic environment and hence was more prudent in accepting new businesses, no new finance lease was granted during the year. Nevertheless with the effort of the management of the Group in collection of the overdue amount including taking out necessary legal proceedings to seize and safeguard the assets secured, the Group successfully recovered from certain clients over the years. The Group will closely monitor the creditworthiness of the clients and formulate appropriate actions for recovery of the outstanding lease receivables, where appropriate.

Loan Portfolio Summary

In respect of our money lending, factoring business and finance leasing business, in order to diversify the clients and lower the concentration of our loan portfolio, our portfolio include corporations from different industries and individuals. As at 31 March 2026, the Group's lending businesses has 18 clients with outstanding balances from different types of loans and fell within the following bands:

Types of loans	**Number of customers**
Finance leases	2
Factoring loans	1
Corporate loans	7
Personal loans	8
	18

Carrying amounts of loans	**Number of loans**
HK$5,000,000 or less	11
HK$5,000,001 – HK$10,000,000	–
HK$10,000,001 – HK$20,000,000	5
HK$20,000,001 or above	2
	18

As at 31 March 2026, the top five clients constituted approximately 75% of the total carrying amounts of the Group's loan portfolio of the lending businesses.

In addition to minimising the risks by restricting the Group's source of funds to its internally generated cash resources, the Group has appointed the directors and senior management personnel of the subsidiaries whom are in charge of each of the lending businesses (the "Management Teams") to be responsible for the credit assessment, granting of and supervision of loans. Each of the Management Teams have vast experiences and knowledge in the industries.

Notwithstanding the nature of the loans granted, the internal control measures are in general very similar to each other. Each loan application must go through three stages before granting to the borrower, namely (i) document collection and verification; (ii) credit risk assessment; and (iii) approval. The following is a summary of procedures the Group conducts on potential clients assessment:

(a) identity checks must be performed on potential clients and the ultimate beneficial owner(s) of the potential clients by obtaining, including but not limited to, constitution documents, business registrations, identity cards or passports;

(b) background checks must be performed by understanding the business operations, occupation and employment, the source and origin of funds and obtaining address proof of the potential clients, which included utility bills, bank/credit card statements or formal correspondence issued by either a governmental department or statutory body;

(c) repayment ability of potential clients must be assessed through their financial statements, assets portfolio (e.g. properties held) and the related leverage level, liquidity condition, bankruptcy or winding up or litigation searches, media and news searches, past payment record (where applicable) and any other available information to evaluate their repayment ability;

(d) check the availability of guarantor(s), if any; and

(e) in case of security being provided as collateral for the loan, the validity, title and value of the security must be assessed.

Furthermore, guarantors who provide personal/corporate guarantee in favour of a loan, where applicable, are also required to meet the same basic eligibility and approval criteria as the borrower of loans, and will be required to go through the same verification and approval procedures.

After credit assessment, with the terms determined (having taken into consideration factors such as the credit quality of the clients, their recoverability and the prevalent market interest rates), loan documents will be prepared and the loans will be recommended for the Management Teams' review and approval. The Management Teams will monitor on a continuing basis the credit quality of such loans and may require other credit enhancement measures from the borrowers from time to time. The Management Teams are primarily responsible for the approval of loans by considering whether such loans are on normal commercial terms, fair and reasonable and in the interests of the Company and the shareholders as a whole.

The Management Teams conduct regular review and carry out follow up actions on a continuing basis in respect of overdue amounts to minimise the Group's exposure to credit risk and follows up closely with its clients as to the repayment deadlines. An aging analysis of the borrowers is prepared and reviewed on a monthly basis. As for loan collection, in case of any minor defaults, the Management Teams shall send reminders and/or demand letters to its clients. In case the default persists, the Group may engage lawyers to advise on the recovery and take out enforcement actions as and when appropriate.

Financial Services Business

The Group acquired the financial services business in December 2019 (the "Acquisition") which is principally engaged in provision of securities dealing broking, placing, underwriting, margin financing and asset management services in Hong Kong.

The financial services business has attributed a turnover of approximately HK$1.8 million with a loss of approximately HK$25.1 million to the Group during the year ended 31 March 2026, as compared to approximately HK$3.4 million and a loss of approximately HK$30.2 million respectively for the last corresponding year.

While there were improvements in the market sentiment of the Hong Kong stock market, but mid or small sized brokerage firms might not benefit from such change, which attributed to the decrease in revenue from brokerage, margin financing and underwriting and placing during the current year.

In respect of the profit guarantee given by the vendors of the Acquisition, the Group has actively negotiated with the vendors for the settlement and has instructed our lawyers to issue a writ of summons to initiate legal proceedings against the vendors for recovery of the amount receivable in prior years, and the Company and the vendors agreed on a settlement arrangement subsequently. Whilst the vendors were still in default of the settlement of the outstanding amount, the Company is in the process of continuing negotiations with the vendors on settlement of the outstanding amounts under the profit guarantee. Up to the date of this report, an aggregate amount of approximately HK$10.1 million was settled by the vendors. Further updates regarding this profit guarantee will be announced by the Company as and when appropriate.

Impairment Assessment of Expected Credit Losses

The Company engaged an independent professional valuer to perform impairment assessment on the receivables. The independent valuer is AP Appraisals Limited who has extensive experiences in conducting valuations for listed clients across various industries, including financial instruments, intangible assets, investment properties and biological assets for financial reporting and notifiable transactions.

The value of inputs in the valuation mainly include the probability of default, the loss given default and forward-looking adjustments, and all of the above inputs were sourced from latest market data, and adjusted for management's individual assessment of portfolios of which credit risk has increased significantly. Assumptions used include there will be no significant changes in market trends and conditions and the Group's operations will not deviate significantly from general economic forecasts, among others.

The impairment losses were calculated by the expected credit loss model in accordance with HKFRS, which includes (a) identifying scenarios in which a receivable defaults; (b) estimating the cash shortfall that would be incurred in each scenario if a default were to happen; (c) multiplying that loss by the probability of the default happening; and (d) summing the results of all such possible default events on a discounted basis, and such model was adopted as it simulates the probability of default inherent in the receivables and conforms with the relevant accounting standards.

There were no changes in the valuation method used in the current year.

Factors and circumstances leading to the recognition of the impairment losses

During the current year, there was a substantial increase in the provision for expected credit losses recognized in respect of the Group's receivables due from clients, a significant portion of which arose from clients within the Group's trading and money lending businesses.

Over the past year, the macro-economic environment in China faced prolonged and severe headwinds, failing to achieve a sustained post-pandemic economic prosperity. In particular, the domestic real estate sector experienced another consecutive year of contraction, characterized by plummeting property investments, stalled development projects, and a decline in transactional volumes. Because the vast majority of Chinese household wealth is traditionally tied up in real estate assets, the persistent downward trajectory of housing prices created a massive and compounding negative wealth effect across the nation. This erosion of perceived household wealth heavily depressed domestic demand, as consumers feeling financially vulnerable and increasingly anxious about future economic prospects severely pulled back on discretionary spending and adopted conservative capital-preservation strategies, the Group's trading clients took the brunt of the impact.

Consequently, this widespread deceleration in consumer spending severely disrupted the operating cash flows of certain of our trading clients. These clients experienced acute financial distress, liquidity crunches, and a subsequent surge in commercial disputes, resulting in various debt-recovery legal claims being filed against them in China. Following a due, careful, and comprehensive assessment of the aging of these receivables and the current financial standing of the counterparties by the management, the Group determined that the recoverability of these balances was remote and prudently provided for full expected credit losses amounted to approximately HK$86.8 million for such clients, and the balances due from such clients were also written off.

In tandem, clients from the Group's money lending business in China were also severely impacted by the aforementioned macro-economic downturn. Due to systemic risk aversion in the financial sector, mainland banking institutions tightened credit approvals, making it difficult for private small and medium enterprises and individual borrowers to obtain alternative re-financing or credit rollovers to support their pressing cash flow requirements. While the Group had secured individual personal guarantees and certain clients held real estate properties located in China, the simultaneous decline in property prices and market liquidity severely impaired the secondary market value of these assets. This depreciation, coupled with the broader economic squeeze, directly eroded the borrowers' independent repayment capacities. As a result, to ensure a true and fair view of the Group's financial position and to meticulously reflect these heightened credit risks under prevailing accounting standards, the management proactively and prudently provided for full expected credit losses in relation to these money lending clients. Besides, the Group also actively reached a settlement plan with a particular client to avoid full losses on the amount loaned out. The provision for expected credit losses for the above-mentioned clients, which engaged in trading and technology industries, amounted to approximately HK$58.3 million.

Due diligence, credit assessment and internal control systems

The respective management teams will be notified of any defaults in scheduled repayments from the clients. The management team will first approach the clients to understand the reasons leading to defaults in repayments and discuss with the clients any possible repayment plans. If such plans could not be agreed between the Group and the clients, the management team may force liquidate the pledged and seized assets (if any).

In addition to the above measures, the management team regularly reviews the status of the margin loans with reference to the amounts due and the loan to margin ratios. Possible actions include compulsory prohibition from further purchasing stocks for a particular client, issuing margin call reminder, requests for deposits and force liquidating of clients stock positions.

Regardless of the types of receivables, besides the above procedures, the respective management teams will consider taking legal actions against the clients if considered appropriate.

The Board is of the opinion that the due diligence and credit assessment is sufficient and appropriate given that significant grants of credit facilities to any clients shall go through scrutinization of the management team at headquarters and that the Group has engaged both external and internal auditors to perform their own assessments and report to the Board should they found any deficiencies in the management's credit assessment and that the reasons leading to the recognition of impairment as above-mentioned, was beyond the management's reasonable expectations when those loans were granted.

Actions taken or to be taken by the Company

The Group communicated with the clients on possible repayment schedules and issued demand letters and legal letters to the respective clients. The management also took legal actions against certain clients and seized their assets when considered appropriate. But as the general economic conditions over these years was not satisfactory, the Group has not yet fully recovered the amounts due from those clients. The management will review regularly the status of such receivables, discuss with the clients for further repayment plans and consider taking further legal actions for recovery.

Potential Business Development and Prospects

The Group remains on the lookout for quality investment opportunities and may consider diversify into other business segments to broaden its assets and revenue base and may consider restructuring its business segments pursuant to the ever-changing economic environment. The Group will cautiously search for investment opportunities so as to produce a steady growth in the Group's long term performance.

Securities Investments

The Group invested surplus funds in securities listed in Hong Kong and Mainland China during the year. The fair value of the Group's securities investment amounted to approximately HK$25.9 million as at 31 March 2026. The Group recorded a loss on changes in fair value of held-for-trading investments of approximately HK$6.3 million during the year as compared to a gain of approximately HK$12.7 million for the last corresponding year. The Group disposed certain of the held-for-trading investments with a loss of approximately HK$2.8 million during the year, as compared to a loss of approximately HK$0.6 million for the last corresponding year. The management will continue to keep monitoring the stock markets closely and grasping for opportunities to realise gains from its investment portfolio.

The other details of the securities investments held as at 31 March 2026 are as follows:

	Company name	Stock code	Principal activities	Number of shares held	% of shareholdings	Cost of acquisition *HK$'000*	Fair value as at 31 March 2026 *HK$'000*	% of net assets of the Group as at 31 March 2026	Gain/(loss) on changes in fair value for the year *HK$'000*
1.	Aceso Life Science Group Limited	474	(i) rental and sales of construction machinery and spare parts; (ii) provision of repair and maintenance and transportation services; (iii) money lending services; (iv) provision of asset management, securities brokerage and other financial services; (v) property leasing and (vi) property development	1,998,000	0.03%	244	238	0.06%	(6)
2	DTXS Silk Road Investment Holdings Company Limited	620	provision of auction and related services, sale of wines and merchandises and properties investment and development	3,000,000	0.37%	480	468	0.11%	(12)
3	Semiconductor Manufacturing International Corporation	981	engaged in the manufacture and testing of integrated circuits wafer (silicon wafers and various compound semiconductors), the rendering of the development, design and technical services related to integrated circuits, the manufacture of photomask, the testing and sale of self-produced products, and other services	50,000	0.00%	3,407	2,534	0.59%	(1,113)
4	Unity Group Holdings International Limited	1539	Provision of leasing services of energy saving systems and products, consultancy service, installation services of renewable energy systems and trading of energy saving products	2,320,000	0.07%	1,090	894	0.21%	(653)
5	Xiaomi Corporation	1810	Principally engaged in development and sales of smartphones, internet of things ("IoT") and lifestyle products, provision of internet services, development, manufacture and sales of smart electric vehicles ("EV"), research and development of Artificial Intelligence ("AI") and other new initiatives and investments holding in the People's Republic of China ("the PRC") and other countries or regions	40,000	0.00%	1,786	1,271	0.29%	(516)
6	Hang Yick Holdings Company Limited	1894	Provision of steel and metal engineering services and sales of steel and metal products	550,000	0.24%	220	330	0.08%	33
7	Maxicity Holdings Limited	2295	Principally engaged in undertaking slope works in Hong Kong	155,000	0.04%	592	580	0.13%	(13)
8	Twintek Investment Holdings Limited	6182	Principal activities are sales of building materials and provision of construction and engineering services	2,848,000	0.36%	532	0	0.00%	(733)
9	Byte Metaverse Holdings Limited	8645	Provision of (i) network support services mainly encompassing network infrastructure design and hardware installation, network management and security services; (ii) network connectivity services that focus on providing intranet and internet connectivity solutions and value-added services; (iii) electronic commerce services; and (iv) online game intellectual property (IP) authorisation management services	3,000,000	0.40%	1,739	1,395	0.32%	(255)

	Company name	Stock code	Principal activities	Number of shares held	% of shareholdings	Cost of acquisition *HK$'000*	Fair value as at 31 March 2026 *HK$'000*	% of net assets of the Group as at 31 March 2026	Gain/(loss) on changes in fair value for the year *HK$'000*
10	Horizon Robotics	9660	Principally engaged in providing automotive solutions for passenger vehicles with proprietary software and hardware. The Group also provides non-automotive solutions to enable device manufacturers to design and manufacture devices and appliances with enhanced levels of intelligence	1,078,200	0.01%	8,474	7,137	1.65%	(1,501)
11	Skyverse Technology Co., Ltd.	688361	Providing end-to-end yield management solutions that encompass hardware equipment, smart software, and related services	4,000	0.00%	730	687	0.16%	(66)
12	Hygon Information Technology Co., Ltd.	688041	Research, design, and sales of high-end processors applied in computing and storage devices, such as servers and workstations	4,000	0.00%	1,020	950	0.22%	(98)
13	GigaDevice Semiconductor Inc.	603986	Research and development (R&D), technical support, and sales of memory, microcontrollers, sensors, and analog chips	2,500	0.00%	707	673	0.16%	(57)
14	Laopu Gold Co., Ltd.	6181	manufacture and sale of gold jewelry and the provision of maintenance and repair services	500	0.00%	294	312	0.07%	46
15	Suzhou Dongshan Precision Manufacturing Co., Ltd.	2384	global design, production, and sale of electronic circuits, optical modules (including optical chips), precision components, and photoelectric display modules	31,300	0.08%	2,799	3,686	0.85%	887
16	Qingling Motors Co. Ltd	1122	Production and sale of Isuzu light-duty trucks, pick-up trucks, medium and heavy-duty trucks and automobile parts, accessories and others	5,470,000	0.44%	6,997	4,704	1.09%	(2,293)
						31,111	25,859		(6,350)

Liquidity, Financial Resources and Gearing

As at 31 March 2026, the Group had cash and bank balances of approximately HK$30.0 million (2025: HK$59.8 million) and total borrowings of approximately HK$11.7 million (2025: HK$2.0 million). The Group's gearing ratio, calculated by dividing total borrowings by total equity, was approximately 2.7% (2025: 0.32%). The liquidity ratio, being the ratio of current assets over current liabilities was approximately 9.15 as at 31 March 2026 (2025: 16.91).

The increase in the gearing ratio and the decrease in the liquidity ratio was mainly due to the increase in lease liabilities during the year as the Group entered into new rental agreements.

Foreign Exchange Exposure

Operations of the Group are mainly conducted in Hong Kong dollar ("HK$"), Renminbi ("RMB") and US dollar ("US$") and its revenue, expenses, assets, liabilities and borrowings are principally denominated in HK$, RMB and US$. The Group does not enter into any instruments on the foreign exchange exposure. The Group will closely monitor exchange rate movement and will take appropriate activities to reduce the exchange risk as appropriate.

Dividend

The Directors do not recommend the payment of any dividend for the year ended 31 March 2026 (2025: Nil).

Capital Structure and Fund Raising Activities

As at 31 March 2026, the total number of issued shares of the Company was 4,420,600,000.

The Company entered into a placing agreement with the respective placing agents on 17 November 2025 to place certain new shares of the Company to independent placees. The placing was completed on 11 December 2025. Please refer to the Company's announcements on the above dates for further details. The proceeds from the placing has been applied as the intended usage as at 31 March 2026.

Save as disclosed above, there was no change in the capital structure of the Company during the year.

Charges on Group Assets

As at 31 March 2026, none of the Group's asset was pledged to secure any facilities and borrowings granted to the Group.

Significant Acquisition and Disposal of Assets

For the year ended 31 March 2026, there has been no significant acquisition and disposal of assets by the Group besides the entering into new rental agreements which leads to increase in right-of-use assets.

Contingent Liabilities

The Group did not have significant contingent liabilities as at 31 March 2026.

Commitments

Details of the commitments are set out in Note 15 to this announcement.

Employees And Remuneration Policies

As at 31 March 2026, the Group employed 53 (2025: 53) employees. The Group continues to maintain and upgrade the capabilities of its workforce by providing them with adequate and regular training. The Group remunerates its Directors and employees mainly based on industry practices and individual's performance and experience. On top of regular remuneration, discretionary bonus and share options may be granted to eligible staff by reference to the Group's performance as well as individual's performance.

PURCHASE, SALE OR REDEMPTION OF SECURITIES

To the best knowledge of the Directors, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's shares during the year ended 31 March 2026.

CORPORATE GOVERNANCE PRACTICE

The Board believes that good governance is essential to the maintenance of the Group's competitiveness and to its healthy growth. The Company has adopted practices which meet the requirements of the Corporate Governance Code (the "CG Code") as set out in Appendix C1 to the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules").

The Company periodically reviews its corporate governance practices to ensure its continuous compliance with the CG Code. The Company has been in compliance with all code provisions set out in the CG Code for the year ended 31 March 2026.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors set out in Appendix C3 of the Listing Rules as its own code regarding securities transactions by Directors of the Company and its subsidiaries and employees of the Group who are likely to be in possession of unpublished price-sensitive information of the Company. The Company has received written confirmation from each Director that they have complied with the codes throughout the year.

ANNUAL GENERAL MEETING

As at the date of this announcement, the Company has not determined the date when the Company's 2026 annual general meeting will be held and the relevant book closure arrangement. Further announcement(s) will be made by the Company as and when appropriate in accordance with the Listing Rules.

AUDIT COMMITTEE AND REVIEW OF FINANCIAL STATEMENTS

The Audit Committee of the Company comprising four independent non-executive directors, has reviewed the accounting principles and practices adopted by the Group and the consolidated financial statements of the Group for the financial year ended 31 March 2026. The figures in respect of the Group's consolidated statement of financial position, consolidated statement of profit or loss and other comprehensive income and the related notes thereto for the year ended 31 March 2026 as set out in this announcement have been agreed by the Group's auditor, Reanda HK CPA Limited, to the amounts set out in the Group's consolidated financial statements for the year. The work performed by Reanda HK 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 Reanda HK CPA Limited on this announcement.

PUBLICATION OF FINAL RESULTS AND ANNUAL REPORT

This annual results announcement is available for viewing on the website of the Stock Exchange at www.hkex.com.hk under "Latest Listed Company Information" and on the Company's website at www.midt.hk under the section "Investor Relations". The annual report for the year containing all the information required by the Listing Rules will be published on the Stock Exchange website and the Company's website and despatched to the Company's shareholders in due course.

RESUMPTION OF TRADING

At the request of the Company, trading in the shares of the Company on the Stock Exchange has been halted with effect from 9:18 a.m. on 30 June 2026 pending the release of this announcement. An application has been made by the Company to the Stock Exchange for the shares to resume trading with effect from 9:00 a.m. on 2 July 2026.

By order of the Board
Modern Innovative Digital Technology Company Limited
Mr. Ma Weihua
Chairman

Hong Kong, 30 June 2026

As at the date of this announcement, the Board comprises Mr. Ma Weihua as the Chairman and the non-executive Director; Ms. Zheng Juhua, Ms. Cao Li and Mr. Lau Hoi Kit as the executive Directors; and Mr. Han Zhenghai (Deputy Chairman), Mr. Chi Chi Hung, Kenneth, Mr. Chen Chao and Mr. Law Hok Yu as the independent non-executive Directors.