

2025 Annual Report

SVVISION / SV VISION LIMITED 華美樂樂有限公司

(Incorporated in the Cayman Islands with limited liability) STOCK CODE: 8429

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GEM has been positioned as a market designed to accommodate small and mid-sized companies to which a higher investment risk may be attached than other companies listed on the Stock Exchange. Prospective investors should be aware of the potential risks of investing in such companies and should make the decision to invest only after due and careful consideration.

Given that the companies listed on GEM are generally small and mid-sized companies, there is a risk that securities traded on GEM may be more susceptible to high market volatility than securities traded on the Main Board of the Stock Exchange and no assurance is given that there will be a liquid market in the securities traded on GEM.

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This report, for which the directors (the "Directors") of SV Vision Limited (the "Company", and together with its subsidiaries, the "Group", "we" or "our") collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of the Stock Exchange (the "GEM Listing Rules") for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this report is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this report misleading.

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CORPORATE INFORMATION

BOARD OF DIRECTORS

Executive Director

Ms. Woo Chan Tak Chi Bonnie
(Chairperson and Chief Executive Officer)

Non-executive Director

Mr. Chow Sai Yiu Evan

Independent non-executive Directors

Mr. Ip Arnold Tin Chee
Mr. Hung Alan Hing Lun
Mr. Cao Yu

COMPLIANCE OFFICER

Ms. Woo Chan Tak Chi Bonnie

COMPANY SECRETARY

Ms. Tsui Sum Yi

AUTHORISED REPRESENTATIVES

Ms. Woo Chan Tak Chi Bonnie
Ms. Tsui Sum Yi

AUDIT COMMITTEE

Mr. Ip Arnold Tin Chee *(Chairman)*
Mr. Hung Alan Hing Lun
Mr. Cao Yu

REMUNERATION COMMITTEE

Mr. Hung Alan Hing Lun *(Chairman)*
Mr. Ip Arnold Tin Chee
Mr. Cao Yu
Ms. Woo Chan Tak Chi Bonnie

NOMINATION COMMITTEE

Mr. Cao Yu *(Chairman)*
Mr. Ip Arnold Tin Chee
Mr. Hung Alan Hing Lun
Ms. Woo Chan Tak Chi Bonnie
Mr. Chow Sai Yiu Evan

AUDITOR

Forvis Mazars CPA Limited
Certified Public Accountants, Hong Kong
42/F, Central Plaza
18 Harbour Road
Wanchai
Hong Kong

REGISTERED OFFICE

Windward 3
Regatta Office Park
PO Box 1350
Grand Cayman KY1-1108
Cayman Islands

HEADQUARTERS AND PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Unit B, 9th Floor
Safety Godown Industrial Building
56 Ka Yip Street
Chai Wan
Hong Kong

PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE IN THE CAYMAN ISLANDS

Ocorian Trust (Cayman) Limited
Windward 3
Regatta Office Park
PO Box 1350
Grand Cayman KY1-1108
Cayman Islands

CORPORATE INFORMATION (CONTINUED)

HONG KONG SHARE REGISTRAR

Tricor Investor Services Limited
17/F, Far East Finance Centre
16 Harcourt Road
Hong Kong

PRINCIPAL BANKERS

The Hongkong and Shanghai Banking Corporation Limited
1 Queen's Road Central
Hong Kong

East West Bank
9300 Flair Drive, 4th Fl.
El Monte, CA 91731
The United States

STOCK CODE

8429

COMPANY WEBSITE

www.svision.io

LETTER FROM BONNIE CHAN WOO TO SV VISION INVESTORS

Dear Fellow Shareholders,

2025 has been a year of transformation and renewed confidence for our Group. While our two core businesses (i) content media and experiential and (ii) marketing production continue to reflect different market realities, we are encouraged by the progress made in shaping our future.

Our content media and experiential division, the focus of sustained investment over the past few years, has begun to deliver meaningful improvements. This year marked a turning point, with the business now firmly on the right trajectory. The success of ComplexCon Hong Kong 2025 continued contributing significantly to the Group's financial performance, with a 21.6% increase in revenue for the content media and experiential business. We are building strong foundations in content, operations, and market positioning, and we believe this segment will become the primary driver of growth and value creation for the Group in the years ahead.

At the same time, our marketing production business continues to face structural challenges. The difficult global economic environment and the accelerating shift toward digital solutions have further reduced demand for traditional print services, leading to ongoing decline. While this segment has started to record losses, the larger impact on the Group's results came from the increased costs associated with expanding our content media and experiential business. These investments, though weighing on short-term profitability, are essential to unlocking long-term opportunities and sustainable returns.

As a result, the Group recorded a loss similar to last year. However, unlike in previous years, this outcome reflects not only the challenges of a declining legacy business but also the deliberate investments we are making to secure future growth. We view this as a necessary step in our transformation journey.

Looking forward, our strategy is clear: to accelerate the growth of content media and experiential, manage the decline of marketing production with discipline, and explore new opportunities that align with our vision. We are confident that the investments made today will translate into stronger performance and shareholder value tomorrow. We expect 2026 to be a year of further progress as our content media and experiential business continues to scale, bringing us closer to sustainable profitability and long-term success.

On behalf of the Board, I would like to thank our shareholders, employees, and partners for their continued trust and support. Together, we are building a dynamic, future-focused Group with entertainment at its core.

Woo Chan Tak Chi Bonnie
Chairperson and Chief Executive Officer

Hong Kong, 27 March 2026

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW AND OUTLOOK

In March 2025, the Group successfully launched the second edition of *ComplexCon in Hong Kong* (“ComplexCon Hong Kong 2025”). Ticket sales grew by 37% year-over-year drawing over 35,000 attendees, with 55% of visitors traveling from outside Hong Kong, primarily from Chinese Mainland, the United States of America, Japan, Korea and more; and featured over 150 brand partners, artists and creators. *ComplexCon Hong Kong 2025* was recognised by the Hong Kong SAR Government as one of the key mega events in Hong Kong and achieved massive global reach across press (broadcast, print and online) and social media platforms.

The success of *ComplexCon Hong Kong 2025* continued to contributing significantly to the Group’s financial performance, with a 21.6% increase in revenue for the content media and experiential business, bringing total revenue to HK\$66.6 million, for the year ended 31 December 2025 compared to last year.

Meanwhile, the economic environment in Hong Kong remains challenging, affecting consumer spending and key client sectors, and the changing consumption patterns and economic uncertainties have continued to impact the retail and insurance industries. The decline in Hong Kong’s retail sales continued in 2025, as residents increasingly spent their disposable income across the border. In the insurance sector, shifting consumer preferences have driven a transition toward more flexible, digitally enabled solutions, prompting insurers to enhance their digital offerings. These factors contributed to a 29.4% decline in revenue from marketing production services, resulting in HK\$25.9 million, for the year ended 31 December 2025 compared to last year.

The Group’s overall revenue increased by 1.1% to HK\$92.5 million and loss increased slightly by 5.3% to HK\$10.9 million for the year ended 31 December 2025 compared to last year.

Looking forward, the Group remains committed to expanding its presence in entertainment and experiential events. While the short-term financial impact reflects the necessary investments in building a strong foundation, we are confident that our strategic direction aligns with evolving consumer trends and the growing demand for immersive live experiences across Asia.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

FINANCIAL REVIEW

Revenue

The Group's revenue is principally generated from the business of marketing production, content media and experiential services which are categorised into (i) marketing production; and (ii) content media and experiential. During the year, the Group's revenue increased by approximately 1.1% to approximately HK\$92.5 million (2024: HK\$91.5 million).

The following table sets forth the breakdown of the revenue by service category during the year:

	2025		2024	
	HK\$'000	%	HK\$'000	%
Marketing production	25,939	28.03	36,723	40.1
Content media and experiential	66,594	71.97	54,771	59.9
Total	92,533	100.0	91,494	100.0

During the year, the revenue from marketing production decreased significantly by approximately 29.4% to approximately HK\$25.9 million (2024: HK\$36.7 million). The decrease in revenue from marketing production was mainly due to decrease in projects requiring direct mailing services during the year.

During the year, the revenue from content media and experiential increased by approximately 21.6% to approximately HK\$66.6 million (2024: HK\$54.8 million) which mainly represented brand income on our original content and experiential. The increase in revenue of this business was mainly attributable to 2nd edition *ComplexCon Hong Kong 2025* held in March 2025.

Other income, gains and losses, net

Other income, gains and losses, net principally comprised (i) interest income; (ii) net exchange gain/loss; and (iii) government subsidies. During the year, the Group's other income, gains and losses, net increased significantly by approximately 19.4% to approximately HK\$35.7 million (2024: HK\$29.9 million) was mainly attributable to increase in government subsidies.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

The following table sets forth the breakdown of the other income, gains and losses, net during the year:

	2025 HK\$'000	2024 HK\$'000
Exchange gain/(loss), net	95	(414)
Government subsidies	35,000	30,000
Interest income	235	168
Sundry income	383	161
Total	35,713	29,915

Outsourced project costs

Outsourced project costs consist of printing costs and other outsourced project costs and costs for content media and experiential business. During the year, the Group's outsourced project costs increased by approximately 10.2% to approximately HK\$103.5 million (2024: HK\$94.0 million).

The following table sets forth the breakdown of the outsourced project costs during the year:

	2025 HK\$'000	2024 HK\$'000
Printing costs	7,029	10,303
Content media and experiential business cost	93,126	78,320
Others	3,386	5,335
Total	103,541	93,958

The increase was mainly attributable to *ComplexCon Hong Kong 2025* from content media and experiential business and offsetting by the significant decrease in printing and other costs from marketing production business.

Materials and consumables

Materials and consumables are costs on papers and other materials sourced by the Group for the marketing production. During the year, the Group's materials and consumables decreased significantly by approximately 41.9% to approximately HK\$1.4 million (2024: HK\$2.4 million). The decrease was in line with the decrease in revenue from marketing production services.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

The following table sets forth the breakdown of the materials and consumables during the year:

	2025 HK\$'000	2024 HK\$'000
Paper supply	1,119	2,000
Others	288	420
Total	1,407	2,420

Depreciation and amortisation expenses

Depreciation and amortisation expenses relate mainly to depreciation of the property, leasehold improvements, furniture, fixture and office equipment and right-of-use assets and amortisation of intangible assets which mainly include software and platforms developed for business operation. During the year, the Group's depreciation and amortisation expenses decreased by approximately 8.8% to approximately HK\$3.8 million (2024: HK\$4.2 million). Such decrease was mainly due to certain items of property, plant and equipment were fully depreciated during the year.

Employee benefits expenses

Employee benefits expenses primarily consist of salaries, allowances and benefits in kind, discretionary bonus and retirement benefit scheme contributions. During the year, the Group's employee benefits expenses decreased by approximately 3.5% to approximately HK\$14.8 million (2024: HK\$15.3 million). The decrease was directly attributable to the decrease in the number of employees.

The following table sets forth the breakdown of the employee benefits expenses during the year:

	2025 HK\$'000	2024 HK\$'000
Salaries, allowances and benefits in kind	13,781	14,242
Retirement benefit scheme contributions	970	1,050
Total	14,751	15,292

Rental expenses

Rental expenses primarily represent the rental expenses for short-term leases for office premises and staff quarter and the variable lease payment for the printing machines for confidential data printing services. During the year, the Group's rental expenses increased by approximately 7.9%, to approximately HK\$2.0 million (2024: HK\$1.8 million). The increase was primarily attributable to the renewal of short term lease for an office premise for the content media and experiential business.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

Transportation fee

Transportation fee consists of fees paid to logistic service providers for (i) delivery of products to clients; and (ii) postage incurred in respect of the direct mailing services. During the year, the Group's transportation fee decreased by approximately 17.5% to approximately HK\$2.9 million (2024: HK\$3.5 million). The decrease was in line with the decrease in revenue from marketing production services.

Other operating expenses

Other operating expenses primarily consist of auditor's remuneration, consultancy fee, legal and professional fee, utilities and office expenses. During the year, the Group's other operating expenses increased by approximately 7.2% to approximately HK\$10.6 million (2024: HK\$9.9 million). The increase was primarily attributable to *ComplexCon Hong Kong 2025* from the content media and experiential business.

Finance cost

Finance cost primarily represents the interest on lease liabilities and interest on other borrowings. During the year, the Group's finance cost decreased by approximately HK\$0.2 million, representing 60.2%, to approximately HK\$0.1 million (2024: HK\$0.3 million). The decrease was mainly due to the decrease in interest paid for other short-term borrowing for the year.

Income tax expense

Income tax expense of the Group for the year was nil (2024: HK\$0.4 million). The provision for the year ended 31 December 2024 was mainly made for the marketing production and has been taken into account the estimated tax concession granted by the local tax authorities.

Loss for the year

During the year, the Group recorded loss of approximately HK\$10.9 million (2024: HK\$10.3 million). The increase was mainly attributable to decrease in revenue of marketing production business.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

PRINCIPAL RISKS AND UNCERTAINTIES AND RISK MANAGEMENT

The Group is subject to a number of risks in the Group's business and the Group believes that risk management is important to the Group's success. Key business risks include, among others, changes in general market conditions and ability to continue to attract, recruit or retain our project managers, creative designers and key management personnel. Our business depends on our ability to maintain our existing relationship with brand owners and our ability to attract new brand owners to engage our marketing production services. Our ability to retain existing clients or attract new clients would be crucial to the Group. To cope with the expansion, we will conduct continuous development in talent acquisition and training.

LIQUIDITY, FINANCIAL RESOURCES, GEARING RATIO AND CAPITAL STRUCTURE

During the year, the Group financed its operations by its internal resources. As at 31 December 2025, the Group had net current assets of approximately HK\$5.6 million (2024: HK\$4.0 million), including cash and bank balances of approximately HK\$15.6 million (2024: HK\$12.1 million) mainly denominated in Hong Kong dollars, with approximately HK\$3.5 million (2024: HK\$1.1 million) denominated in renminbi ("RMB") which is not freely convertible into other currencies and the remittance of funds out of the Chinese Mainland is subject to exchange restrictions imposed by the Chinese Mainland government.

The gearing ratio of the Group as at 31 December 2025 was 1.3% (2024: 6.6%). The gearing ratio is calculated as total debt divided by total equity as at the respective year end.

There has been no change in the capital structure of the Company since the Listing. The equity attributable to owners of the Company amounted to approximately HK\$45.7 million as at 31 December 2025 (2024: HK\$46.2 million).

PLEDGE OF ASSETS

As at 31 December 2025, the Group did not have any pledged assets (2024: Nil).

FOREIGN EXCHANGE EXPOSURE AND TREASURY POLICY

The Group has substantial operations in the Chinese Mainland with transactions originally denominated and settled in RMB. The Group is exposed to foreign exchange risk from various currencies primarily with respect to Hong Kong dollars. The Group manages its foreign exchange risk by performing regular reviews of the Group's net foreign exchange exposures and may enter into certain forward foreign exchange contracts, when necessary, to manage its exposure against HK\$ and to mitigate the impact on exchange rate fluctuations. The Group did not engage in any derivatives agreement and did not commit to any financial instruments to hedge its foreign exchange exposure during the year. The Group has adopted a prudent financial management approach towards its treasury policies and thus maintained a healthy liquidity position throughout the year. The Group strives to reduce exposure to credit risk by performing ongoing credit assessments and evaluations of the financial status of its customers. To manage liquidity risk, the board (the "Board") of Directors of the Company closely monitors the Group's liquidity position to ensure that the liquidity structure of the Group's assets, liabilities and other commitments can meet its funding requirements from time to time.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

CAPITAL COMMITMENTS AND CONTINGENT LIABILITIES

The Group had no significant capital commitments as at 31 December 2025 (2024: Nil).

As at 31 December 2025, the Group did not have any material contingent liability (2024: Nil).

SEGMENTAL INFORMATION

Segmental information for the Group is presented as disclosed in Note 6 to the consolidated financial statements.

EMPLOYEES AND REMUNERATION POLICIES

As at 31 December 2025, the Group had 30 (2024: 32) full-time employees (including executive Director). The Group offers a comprehensive and competitive remuneration and benefits package to all its employees. The Group has adopted a share option scheme and approved by the then Shareholders on 16 November 2017 (the "Share Option Scheme") for the purpose of providing incentives and rewards to eligible persons who contribute to the success of the Group's operations. The Group has also adopted other employee benefits including a mandatory provident fund retirement benefit scheme for its employees in Hong Kong, as required under the Mandatory Provident Fund Schemes Ordinance, and has participated in central pension scheme organised and governed by the relevant local governments for its employees in the Chinese Mainland. In addition, discretionary bonus is offered to eligible employees by reference to the Group's results and individual performance. To ensure that the Group is able to attract and retain staff capable of attaining the best performance levels, remuneration packages are reviewed on a regular basis.

SIGNIFICANT INVESTMENTS, MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES AND AFFILIATED COMPANIES

The Group did not have other significant investments, material acquisitions and disposal of subsidiaries and affiliated companies during the year.

FUTURE PLANS FOR MATERIAL INVESTMENTS AND CAPITAL ASSETS

The Group did not have other plans for material investments and capital assets.

DIRECTORS AND SENIOR MANAGEMENT

EXECUTIVE DIRECTOR

Ms. Woo Chan Tak Chi Bonnie (“Ms. Bonnie Chan Woo”), aged 49, has been a director of the Group since January 2004. She was appointed as the executive Director on 20 January 2017 and appointed as the compliance officer of the Company on 3 April 2017. She was appointed as the CEO and the chairperson of the Board (“Chairperson”) on 16 November 2017. She was appointed as a member of both the remuneration committee of the Company (“Remuneration Committee”) and the nomination committee of the Company (“Nomination Committee”) on 8 December 2017. Ms. Bonnie Chan Woo is primarily in charge of the Group’s overall corporate strategy and daily operations, including business development and overall management. Ms. Bonnie Chan Woo joined the Group on 1 August 2002 and she has over 18 years of experience in marketing production services and company business management based on her experience in the Group. Ms. Bonnie Chan Woo earned her bachelor of arts degree in philosophy, politics and economics and master of arts degree from the University of Oxford in October 1997 and June 2002, respectively. Since September 2011, she has been a director of the Hong Kong Design Centre, which is a non-profit organisation and a partner of the Hong Kong Government aiming to establish Hong Kong as a centre of design excellence in Asia.

Ms. Bonnie Chan Woo is also a director of SV Vision (BVI) Limited (“SV Vision (BVI)”), which is a direct wholly-owned subsidiary of the Company, Icicle Production Company Limited (“Icicle Production”), Icicle Print Management Limited (“Icicle Print Management”), SV Two Live (HK) Limited, SV Two Limited and 上海啟先文化傳播有限公司 (Shanghai Qixian Culture Communication Co., Ltd*) (“Shanghai Qixian”), the indirect wholly-owned subsidiaries of the Company, and the supervisor of 北京冰雪品牌管理有限公司 (Beijing Icicle Brand Management Company Limited* (“Icicle Beijing”)), an indirect wholly-owned subsidiary of the Company, WB G-Changer Limited, Studio SV Limited and SV One LLC, the indirect non-wholly owned subsidiaries of the Company. In addition, Ms. Bonnie Chan Woo is the sole shareholder and a director of Explorer Vantage Limited (“Explorer Vantage”) which is the controlling Shareholder.

* for identification purpose only

NON-EXECUTIVE DIRECTOR

Mr. Chow Sai Yiu Evan (“Mr. Evan Chow”), aged 43, has been a director of the Group since June 2013 and was appointed as the non-executive Director and as the member of the Nomination Committee on 20 January 2017 and 22 March 2023, respectively. Mr. Evan Chow is primarily responsible for a consultative role in matters concerning the Group and will not be involved in the day-to-day management of the Group. Mr. Evan Chow is the ultimate beneficial owner of Hertford Global Limited, who has been the long-term strategic investor of the Group since June 2013 and up to September 2020.

Mr. Evan Chow holds a Bachelor of Arts Degree (Magna Cum Laude) in Applied Mathematics with a concentration in Economics from Brown University in 2004, where he is also elected Phi Beta Kappa and received departmental honours. Mr. Chow has nearly 20 years of experience in corporate finance and private equity investment. He is the Managing Director of MCL Financial Group Limited, a financial service provider specialising in asset management and advisory services. In addition, he is appointed to the Board of Governors at the Hong Kong Arts Centre, and the Board of Trustees at the New Museum of Contemporary Art in the USA, where he also Co-Chairs the museum’s International Leadership Council. He is also a member of the International Council at the Tate Museums in the UK. Mr. Chow is a member of the Executive Committee of the Hong Kong Society for the Protection of Children, as well as the Centum Charitas Foundation and the Young Presidents’ Organization. Mr. Evan Chow is a director of SV Vision (BVI) Limited.

DIRECTORS AND SENIOR MANAGEMENT (CONTINUED)

INDEPENDENT NON-EXECUTIVE DIRECTORS

Mr. Ip Arnold Tin Chee (“Mr. Arnold Ip”), aged 63, was appointed as the independent non-executive Director on 16 November 2017 and is responsible for providing independent judgement to bear on issues of strategy, policy, performance, accountability, resources and standard conduct of the Company. He was appointed as the chairman of the audit committee of the Company (“Audit Committee”) and member of the Nomination Committee and Remuneration Committee on 8 December 2017. Mr. Arnold Ip earned his Bachelor of Arts degree and Master of Arts degree from the University of Cambridge in the United Kingdom in June 1984 and November 1988, respectively. He is a chairman of Altus Holdings Limited, a company listed on GEM of the Stock Exchange (stock code: 8149), which focuses on providing corporate finance services to listed and unlisted companies in Hong Kong, and on investment and asset management. Mr. Arnold Ip was also formerly a director at Standard Chartered Asia Limited. Mr. Arnold Ip also served Yuanta Securities (Hong Kong) Company Limited and had been a director until January 2001. Mr. Arnold Ip is a founding member of the management team of several funds, part of which subsequently formed Saizen REIT, a real estate investment trust listed on the Singapore Exchange Securities Trading Limited from November 2007 to October 2017. He was admitted to membership of The Institute of Chartered Accountants in England and Wales in July 1988.

Mr. Arnold Ip’s directorships in other companies listed on the Stock Exchange are set out below:

Name of company	Stock code	Position	Length of service
Pioneer Global Group Limited	0224	Independent non-executive director	June 1999 to present
Pak Fah Yeow International Limited	0239	Independent non-executive director	September 2004 to September 2022
Sam Woo Construction Group Limited	3822	Independent non-executive director	September 2014 to present
Altus Holdings Limited	8149	Executive director	December 2015 to present

DIRECTORS AND SENIOR MANAGEMENT (CONTINUED)

Mr. Hung Alan Hing Lun (“Mr. Alan Hung”), aged 51, was appointed as the independent non-executive Director on 3 April 2017 and is responsible for providing independent judgement to bear on issues of strategy, policy, performance, accountability, resources and standard conduct of the Company. He was appointed as the chairman of the Remuneration Committee and members of the Audit Committee and Nomination Committee on 8 December 2017. Mr. Alan Hung has over 28 years of experience in the finance and investment industry. He started his career as an equity analyst at Credit Lyonnais Securities (Asia) Limited (now known as CITIC CLSA Capital Markets Limited) from February 1997 to April 1999. Thereafter, he co-founded Trading Guru Securities Limited (now known as Orient Securities Limited) and acted as its chairman overseeing the entire operation from or around May 1999 to July 2004. Mr. Alan Hung joined Kennen Investment Holdings Limited as a director overseeing investment projects in the Chinese Mainland from January 2005 to January 2012. He is the co-founder of Keial Investment Holdings Limited overseeing the direction and investments since January 2012. Mr. Alan Hung was a partner of AEM Asset Management Limited from January 2019 to November 2023 overseeing and executing the private equity investments. Mr. Alan Hung earned his Bachelor of Arts Degree with honours from Brown University with dual concentrations in history and organization, behavior and management (OBM) in May 1997. He is a Chartered financial analyst and a certified member of the institute of Certified Management Accountants of Australia. Mr. Alan Hung is licensed by the SFC to act as a responsible officer of Siegfried Asset Management Limited (HK) to carry out Type 1 (Dealing in securities) and Type 4 (advising on securities) regulated activities under the SFO with effect from 24 November 2023. Also, he is licensed by the SFC to act as a responsible officer of Siegfried Asset Management Limited (HK) to carry out Type 9 (asset management) regulated activities under the SFO with effect from 4 December 2023.

Mr. Cao Yu (“Mr. Cao Yu”), age 55, was appointed as the independent non-executive Director on 18 June 2025 and is responsible for providing independent judgement to bear on issues of strategy, policy, performance, accountability, resources and standard conduct of the Company. He was appointed as the chairman of the Nomination Committee and members of the Audit Committee and the Remuneration Committee on 18 June 2025.

Mr. Cao Yu has nearly 30 years of experience in legal practice primarily in the area of entertainment and media. He has extensive experience in transactions involving development of film and television projects, Sino-foreign co-productions, production financing (including debt financing and slate financing matters), establishment of production and financing vehicles, large theme park projects, music industry contracts, personal management, as well as advertising and new media.

Mr. Cao Yu obtained a Bachelor of Laws degree and a Master of Laws degree from the University of International Business and Economics in 1994 and 1997, respectively. He further received a Master of Laws degree and a Juris Doctor degree from Columbia University School of Law in 2001 and 2005, respectively. He also obtained the legal professional qualification certificate from the Ministry of Justice of the Chinese Mainland in October 1999.

Mr. Cao Yu worked at Haiwen & Partners from 1996 to 2000. He then joined a top tier U.S. headquartered law firm at its Century City office in the United States from 2001 to 2002 and served as an in-house counsel at Warner Bros. Entertainment, Inc. from 2005 to 2006. From 2008 to 2011, Mr. Cao Yu was a senior counsel at the Beijing office of another top tier U.S.-headquartered law firm. From 2011 to 2014, Mr. Cao Yu served in the capacity of managing director of the office of the board of directors and executive assistant to the president at a China’s sovereign wealth fund, namely China Investment Corporation. Mr. Cao Yu re-joined Haiwen & Partners in January 2015 and is currently a partner resident at the firm’s Beijing office.

DIRECTORS AND SENIOR MANAGEMENT (CONTINUED)

SENIOR MANAGEMENT

Ms. Chan Sze Wan Stephenie (“Ms. Chan”), aged 50, joined the Group in January 2018 and is currently the vice president, finance and operations. Ms. Chan is responsible for overseeing the finance and operation functions of the Group and assisting the Group in strategic planning, internal control, investor relations, corporate governance and regulatory compliance. Ms. Chan possesses over 21 years of experience in the accounting and auditing industry accumulated from working for various international accounting firms. Ms. Chan earned a master’s degree in arts majoring in international accounting and a master’s degree in science majoring in finance, respectively, from City University of Hong Kong, in November 2005 and November 2007, respectively. Ms. Chan is a member of the Hong Kong Institute of Certified Public Accountants (“HKICPA”).

Ms. Cheung Suet Fun (“Ms. Cheung”), aged 51, joined the Group since February 1998. Ms. Cheung has been serving the Group for more than 21 years, witnessing our transformation from a print management company to a marketing production company. She assists CEO in overseeing the business activities. Ms. Cheung earned a diploma in design (visual communication) from Institute of Vocational Education (Lee Wai Lee Technical Institute) in August 1995. Ms. Cheung is a director of Icicle Production, Icicle Print Management and Icicle Beijing.

Mr. Chan Wai Ngai (“Mr. Chan”), aged 51, joined the Group since May 2005 and is currently the director, printing, packaging and sourcing. He is primarily responsible for supervising and managing our sourcing team. Mr. Chan has been serving the Group for over 15 years and has participated in the development of the Group. Prior to joining the Group, Mr. Chan gained his experience in the printing industry from working in a printing company in Hong Kong for approximately eight years. He graduated from a secondary school in Hong Kong in 1994.

Mr. Liu Peng (“Mr. Liu”), aged 34, joined the Group in 2011 and is currently the head of Complex Chinese in Shanghai Qixian, responsible for the company’s daily operations and overall business operations. Mr. Liu has worked for several internet content companies and has over 10 years of experience in various businesses such as entertainment content production and development. After joining the Group, he started from content producer position and helped build Complex Chinese into the number one entertainment and cultural brand in Chinese Mainland within 5 years.

COMPLIANCE OFFICER

Ms. Bonnie Chan Woo has been appointed as the compliance officer of our Company. Her biographical details are set out in section headed “Directors and Senior Management” in this report.

COMPANY SECRETARY

Ms. Tsui Sum Yi (“Ms. Tsui”), was appointed as the company secretary of the Company (the “Company Secretary”) on 3 April 2017. Ms. Tsui is currently a senior manager, Corporate Services, at Vistra (Hong Kong) Limited, where she is responsible to provide a full range of company secretarial and compliance services to listed and private companies. Ms. Tsui earned her bachelor of business administration degree in corporate administration and a master of corporate governance degree from Hong Kong Metropolitan University (formerly known as Open University of Hong Kong) in June 2010 and June 2013, respectively. Ms. Tsui is an associate member of The Chartered Governance Institute and an associate member of The Hong Kong Chartered Governance Institute. Ms. Tsui has over 13 years of company secretarial experience. Ms. Tsui does not act as an individual employee of the Company, but as an external service provider in respect of the appointment of Ms. Tsui as the Company Secretary.

CORPORATE GOVERNANCE REPORT

CORPORATE GOVERNANCE PRACTICES

The Company is committed to maintaining a high standard of corporate governance in emphasising a quality board of directors, sound internal control, transparency and accountability with a view to safeguard the interests of all the Shareholders. The Board has adopted the principles and the code provisions of Corporate Governance Code (the “CG Code”) contained in Part 2 of Appendix C1 to the GEM Listing Rules. In accordance with the requirements of the GEM Listing Rules, the Company has established an Audit Committee, a Nomination Committee and a Remuneration Committee with specific written terms of reference. The Company has complied with all the code provisions of the CG Code as set out in Appendix C1 to the GEM Listing Rules throughout the year ended 31 December 2025 except for the deviation from code provision C.2.1 as detailed below.

Code provision C.2.1 of the CG Code stipulates that the roles of chairman and chief executive should be separate and should not be performed by the same individual. Under the current structure of the Company, Ms. Bonnie Chan Woo is the Chairperson and the CEO. In view that Ms. Bonnie Chan Woo has been managing the Group’s business and overall strategic planning since August 2002. The Board believes that the vesting of the roles of the Chairperson of the Board and CEO in Ms. Bonnie Chan Woo is beneficial to the business operations and management of the Group as it provides a strong and consistent leadership to the Group, and the current management has been effective in the development of the Group and implementation of business strategies under the leadership of Ms. Bonnie Chan Woo. In allowing the two roles to be vested in the same person, the Board believes both positions require in-depth knowledge and considerable experience in the Group’s business, and Ms. Bonnie Chan Woo is the most suitable person to take up both positions for effective management of the Group.

Therefore, the Board considers that the deviation from code provision C.2.1 of the CG Code is appropriate in such circumstances. Notwithstanding the above, the Board believes that the balance of power and authority is adequately ensured by the operation of the Board which comprises experienced and high-caliber individuals, with three of them being independent non-executive directors.

COMPANY’S CULTURE

The Board believes that corporate culture underpins the long-term business, economic success and sustainable growth of the Group. A strong culture enables the Company to deliver long-term sustainable performance and fulfil its role as a responsible corporate citizen. The Company is committed to developing a positive and progressive culture that is built on its purpose and vision.

During the year, the Group continued to bridge diverse cultures and people in the global markets with a mission to enrich the lifestyle and wellbeing of young and affluent audience and consumers at a massive scale through content, live events and commerce. The Company aimed to achieve its purpose, values and culture through the following strategies.

A. Values

A.1 Trust

A.1.1 We earn trust from our clients, partners and each other by our consistent high performance and quality deliverables. We treat each other with respect, share candid, constructive and professional feedback at all times.

CORPORATE GOVERNANCE REPORT (CONTINUED)

A.2 Accountability

A.2.1 We hold ourselves and each other accountable to deliver high volume, high quality service at high speed and best prices through our disciplined approach.

A.3 Expertise

A.3.1 As specialists and project managers, we bring value to clients as experts in our field.

A.4 Development

A.4.1 We take time to set goals, to formulate strategies, to plan ahead, to lead positive changes and to measure our performance and correct our course from time to time.

A.5 Teamwork

A.5.1 We act as one global team with the same goals; we collaborate; we learn from each other's feedback and results, and we share best practices.

B. Culture

We are a passionate group of creative makers with a strong bias toward action, and a highly collaborative spirit and work style. We are driven by creating business impact. We determine success measures up front and relentlessly drive toward them. We are comfortable with not knowing the details of everything and we are infinite learners. We are good listeners and move really fast. We take risks and embrace failures, and we take away key lessons to grow and develop into a stronger team each day.

C. Strategies

The Company's strategies are as below:

- Focusing on our strength and capabilities in delivering our services;
- Leveraging our capabilities through synergies by collaborating with different teams with the Group, talents, business partners and networks;
- Keep abreast of the latest market offering and trend of the industry;
- Setting targets and action plans, reviewing progress and reflecting periodically;
- Having regular meetings to share values, views, culture and strategies with the team and also providing the team the opportunities to exchange ideas of improvement; and
- Incorporating our culture into hiring process.

The Board sets and promotes corporate culture and expects and requires all employees to reinforce. All of our new employees are required to attend orientation and training programs so that they may better understand our corporate culture, structure and policies, learn relevant laws and regulations, and raise their quality awareness. In addition, from time to time, the Company will invite external experts to provide training to our management personnel to improve their relevant knowledge and management skills.

CORPORATE GOVERNANCE REPORT (CONTINUED)

To capture the space in the dynamic business environment, the Group's corporate structure by assigning specialized roles to lower-level employees helps the business operation with efficient decision-making, cultural development, and goal alignment across the Group.

The Board considers that the corporate culture and the purpose, values and strategy of the Group are aligned.

DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted a code of conduct regarding securities transactions (the "Model Code") by the Directors on terms no less exacting than the required standard of dealings set out in Rules 5.48 to 5.67 of the GEM Listing Rules. The Company has confirmed that, having made specific enquiry of all the Directors, all Directors have complied with the Model Code for the year ended 31 December 2025.

Pursuant to Rule 5.66 of the GEM Listing Rules, the Directors have also requested any employee of the Company or director or employee of a subsidiary of the Company who, because of his/her office or employment in the Company or a subsidiary, is likely to possess inside information in relation to the securities of the Company, not to deal in securities of the Company when he/she would be prohibited from dealing by the Model Code as if he/she was a Director.

BOARD OF DIRECTORS

Composition

During the year ended 31 December 2025 and as at the date of this annual report, the composition of the Board is as follows:

Executive Director

Ms. Bonnie Chan Woo (*Chairperson and CEO*)

Non-executive Director

Mr. Evan Chow

Independent non-executive Directors

Mr. Arnold Ip

Mr. Alan Hung

Mr. Donald Man (resigned on 18 June 2025)

Mr. Cao Yu (appointed on 18 June 2025)^{Note}

In compliance with Rules 5.05A, 5.05(1) and (2) of the GEM Listing Rules, the Company has appointed three independent non-executive Directors representing more than one-third of the Board and at least one of whom has appropriate professional qualifications, or accounting or related financial management expertise. The Company has received from each independent non-executive Director an annual confirmation of his independence, and the Company considers such Directors to be independent in accordance with the various guidelines set out in Rule 5.09 of the GEM Listing Rules.

Note: Mr. Cao Yu has obtained legal advice set out in Rule 5.02D of the GEM Listing Rules on 26 March 2025 and Mr. Cao Yu confirmed he understood his obligation as a Director.

CORPORATE GOVERNANCE REPORT (CONTINUED)

The biographical details of all Directors are set out in the section “Directors and Senior Management” of this annual report. To the best of knowledge of the Company, there are no financial, business, family or other material or relevant relationships among members of the Board. With the various experience of the Directors and the nature of the Group’s business, the Board considers that the Directors have a balance of skills and experience for the business of the Group.

Responsibilities

Responsibilities of the Board include but are not limited to (i) convening meetings of the Shareholders, reporting on the Board’s work at these meetings, implementing the Shareholders’ resolutions passed at these meetings; (ii) determining business operation, financial, capital and investment plans; (iii) determining internal management structure, setting down fundamental management rules; (iv) appointing and discharging members of senior management, determining Directors’ remuneration and formulating the proposals for profit distributions and for the increase or reduction of registered capital; and (v) taking responsibilities pursuant to the relevant laws, regulation and the Articles of Association of the Company (the “Articles”). Pursuant to the code provision C.5.1 of the CG Code as set out in Part 2 of Appendix C1 to the GEM Listing Rules, the Board should meet regularly and board meetings should be at least four times every year at approximately quarterly intervals. The Board is also responsible for the corporate governance functions under code provision A.2.1 of the CG Code. The Board has reviewed and discussed the corporate governance policy of the Group, and was satisfied with the performance of the corporate governance policy.

The Board supervises the management of the business and affairs of the Company following the Board’s formulated business strategies to ensure they are managed in the best interests of the Shareholders and the Company as a whole while taking into account the interest of other stakeholders. Execution of operational matters and the powers thereof are delegated to the management by the Board with clear directions. The Board is regularly provided with management reports to give a balanced and understandable assessment of the performance, position, recent development and prospect of the Group in sufficient details.

Policy on obtaining independent views and input

The Board has adopted a policy on obtaining independent views and input (the “Board Independence Policy”). The Company is committed to high standards of corporate governance, and making good governance integral to the Company’s culture.

The Board believes that independence is a matter of judgement and conscience but that, to be independent, independent non-executive Directors (“INEDs”) should be free from any business or other relationship which might interfere with the exercise of their independent judgement, unless such business or relationship does not contravene the GEM Listing Rules or other applicable laws, rules and regulations. The Board reviews the independence of Directors on an annual basis. Directors who are considered to be independent will be identified as such in the Company’s annual report and other communications with its shareholders.

INEDs are expected, especially when there is a conflict of interests between the management and the Company itself, to bring their experience, broad and independent views, independent oversight and constructive knowledge to the Board, through Board meetings, Board committee meetings, and other communications among the Directors. They are also expected to provide their independent views and knowledge on issues such as the Company’s accountability and standard of conduct. This is of vital importance to the protection of the interests of the shareholders of the Company.

CORPORATE GOVERNANCE REPORT (CONTINUED)

In accordance with this policy, the Board, Board committees or individual Directors may seek such independent professional advice, views and input as considered necessary to fulfil their responsibilities and in exercising independent judgement when making decisions in furtherance of their Directors' duties at the Company's expense (the "Mechanism"). The Mechanism is established to ensure independent views and input are available to the Board and should be disclosed in the Corporate Governance Report of the Company.

Independent professional advice shall include legal advice and advice of accountants and other professional financial advisers on matters of law, accounting, tax and other regulatory matters.

In the event that independent professional advice, views and input are considered necessary, the Board, Board committees or individual Directors shall communicate with the company secretary to start the Mechanism, providing background and details of the relevant incidents and/or transactions, and the issues involved which would require independent views and input. They may direct any questions, queries, concerns or specific advice to be sought to the company secretary who will then contact the Company's professional advisers (including legal advisers, accountants, independent auditor, internal control adviser) or other independent professional parties to obtain such independent professional advice within a reasonable period of time. Any advice obtained through the Mechanism shall be duly documented and made available to other members of the Board.

Despite having obtained any information or advice from the Chairlady/Chairman and/or any independent professional advisers through the Mechanism, the Directors are expected to exercise independent judgement in forming their decisions.

Also, the senior management of the Company are, from time to time, brought into formal and informal contact at Board meetings and other corporate events. The Board has full access to all information provided by senior management of the Company it deems appropriate for the purposes of fulfilling its role.

The Company has reviewed and considered the implementation of the Board Independence Policy to be effective during the year.

Appointment, Re-election and Removal of Directors

Each of the executive Director, non-executive Director and independent non-executive Directors of the Company has entered into a service contract or letter of appointment with the Company for a specific term. The non-executive Director and independent non-executive Directors have entered into a letter of appointment with the Company for a term of three years unless and until it is terminated by either the Company or such Director. The term of appointment of each Director is subject to retirement by rotation and re-election at annual general meeting in accordance with the Articles and the GEM Listing Rules.

Pursuant to the Articles, one-third of all Directors (whether executive or non-executive) shall retire from office by rotation provided that every Director shall be subject to retirement by rotation and re-election at each annual general meeting at least once every three years.

The Articles provide that any Director appointed by the Board to fill a casual vacancy in the Board shall hold office only until the first annual general meeting of the Company or as an addition to the existing Board, shall hold office only until the next following annual general meeting of the Company after his/her appointment and shall then be eligible for re-election.

CORPORATE GOVERNANCE REPORT (CONTINUED)

The Company may, in accordance with the Articles, by ordinary resolution remove any Director before the expiration of his/her term of office notwithstanding anything to the contrary in the Articles or in any agreement between the Company and such Director.

Continuous Professional Development

According to the code provision C.1.4 of the CG Code, all Directors shall participate in continuous professional development (“CPD”) to develop and refresh their knowledge and skills to ensure their contribution to the Board remains informed and relevant.

The Company received from the Directors the following records of the training attended during the year ended 31 December 2025.

Name of Directors	Type of trainings
Executive Director	
Ms. Bonnie Chan Woo (<i>Chairperson and CEO</i>)	A, B
Non-executive Director	
Mr. Evan Chow	A, B
Independent non-executive Directors	
Mr. Arnold Ip	A, B
Mr. Alan Hung	A, B
Mr. Donald Man (resigned on 18 June 2025)	A, B
Mr. Cao Yu (appointed on 18 June 2025)	A, B

A: attending seminars/conference/forums

B: reading relevant materials in relation to the business of the Group, directors’ duties, latest development of the GEM Listing Rules and other applicable regulatory requirements.

BOARD COMMITTEES

The Board has established three board committees, namely the Audit Committee, the Remuneration Committee and the Nomination Committee, which are sufficiently resourced to fulfil their roles and their terms of reference have been approved by the Board and are available on the Company’s website (www.svision.io) and the Stock Exchange’s website (www.hkexnews.hk).

Audit Committee

The Audit Committee was established on 16 November 2017 with written terms of reference in compliance with Rule 5.28 of the GEM Listing Rules and paragraph D.3 of the CG Code as set out in Part 2 of Appendix C1 to the GEM Listing Rules. The Audit Committee comprises of three independent non-executive Directors, namely Mr. Arnold Ip, Mr. Alan Hung and Mr. Cao Yu, Mr. Arnold Ip is the chairman of the Audit Committee.

The primary duties of the Audit Committee include reviewing and supervising the Group’s financial reporting system, monitoring the internal control procedures and risk management, reviewing the Group’s financial information and the relationship with the external auditors of the Company, ensuring compliance with the relevant laws and regulations.

CORPORATE GOVERNANCE REPORT (CONTINUED)

In addition, the Audit Committee is also responsible for the initial establishment and the maintenance of the framework of internal controls and ethical standards for the Group's management.

During the year, two Audit Committee meetings were held, among other things, to review and consider the followings:

- the interim and annual financial statements, reports and results announcements for presentation to the Board for approval;
- the risk management and internal control system and the internal audit report from the outsourced internal auditor who is responsible for the internal audit function of the Group;
- the audit plan, scope of work, remuneration, re-appointment and selection of external auditor;
- the continuing connected transactions entered the Group; and
- the Company policies and practices on corporate governance and its compliance.

Remuneration Committee

The Remuneration Committee has been established on 16 November 2017 with written terms of reference in compliance with Rule 5.34 of the GEM Listing Rules and paragraph E.1 of the CG Code as set out in Part 2 of Appendix C1 to the GEM Listing Rules. The Remuneration Committee comprises of one executive Director, Ms. Bonnie Chan Woo, and three independent non-executive Directors, namely Mr. Arnold Ip, Mr. Alan Hung and Mr. Cao Yu. Mr. Alan Hung is the chairman of the Remuneration Committee.

The primary duties of the Remuneration Committee are to review and make recommendations to the Board on the terms of remuneration packages, bonuses and other compensation payable to the Directors and other senior management, and to establish a formal and transparent procedure for developing policy in relation to remuneration.

During the year, two Remuneration Committee meetings were held, among other things, to review and consider the followings:

- the policy and structure for the remuneration of the Directors and senior management;
- the remuneration of the Directors and senior management; and
- the remuneration of the new Director and make recommendation to the Board.

The remuneration of the senior management of the Group by band for the year ended 31 December 2025 is set out below:

Remuneration band	Number of senior management
HK\$1 to HK\$1,000,000	4
HK\$1,000,001 to HK\$1,500,000	—
HK\$1,500,001 to HK\$2,000,000	—
	4

CORPORATE GOVERNANCE REPORT (CONTINUED)

Directors' remuneration policy

The remuneration policy for our Directors are based on their experience, level of responsibility and general market conditions, and is reviewed and adjusted on an annual basis. The Directors receive compensation in the form of salaries, allowances, bonuses and other benefits-in-kind, including the Company's contribution to the pension scheme. The Remuneration Committee determines the salaries of the Directors based on their qualifications, positions and seniority.

Nomination Committee

The Nomination Committee has been established on 16 November 2017 with written terms of reference in compliance with paragraph B.3 of the CG code as set out in Part 2 of Appendix C1 to the GEM Listing Rules. The Nomination Committee comprises of one executive Director, Ms. Bonnie Chan Woo, one non-executive Director, Mr. Evan Chow and three independent non-executive Directors, namely Mr. Arnold Ip, Mr. Alan Hung and Mr. Cao Yu. Mr. Cao Yu is the chairman of the Nomination Committee.

The primary duties of the Nomination Committee are to review the structure, size and composition and diversity of the Board and make recommendations to the Board on the appointment of the Directors and management of Board successions.

During the year, one Nomination Committee meeting was held, among other things, to review and consider the followings:

- the Board structure, size, composition and Board diversity (including skills, knowledge and experience etc.);
- the effectiveness of the board diversity policy and the nomination policy;
- the appointment of the new Director and make recommendation to the Board;
- the independence of independent non-executive Directors; and
- the retirement and re-nomination of Directors for re-election at the forthcoming annual general meeting of the Company (the "AGM").

Corporate Governance Function

The Board is responsible for developing, reviewing and monitoring the policies and practices on corporate governance and legal and regulatory compliance of the Group, and the training and continuous professional development of Directors and senior management. The Board reviews the disclosures in the corporate governance report to ensure compliance.

The Board's responsibility in this regard includes:

- (a) to review and monitor the Company's policies and practices on compliance with legal and regulatory requirements;
- (b) to review and monitor the training and continuous professional development of Directors and senior management;
- (c) to develop, review and monitor the code of conduct and compliance manual applicable to employees and Directors;
- (d) to develop and review the Company's policies and practices on corporate governance and make recommendations to the Board and report to the Board on matters; and
- (e) to review the Company's compliance with the CG Code and disclosure in the corporate governance report.

CORPORATE GOVERNANCE REPORT (CONTINUED)

Attendance Records of Meetings

The attendance of each Director at Board meetings, Audit Committee meetings, Remuneration Committee meeting, Nomination Committee meeting and general meeting during the year is set out in the following table:

	Board Meeting	Audit Committee meeting	Remuneration Committee meeting	Nomination Committee meeting	General meeting
Number of meetings held during the year	4	2	1	1	1

Name of Directors	Number of meetings attended/Number of meetings entitled to attend				
Executive Director					
Ms. Bonnie Chan Woo	4/4	—	1/1	1/1	1/1
Non-executive Director					
Mr. Evan Chow	4/4	—	—	1/1	0/1
Independent non-executive Directors					
Mr. Arnold Ip	4/4	2/2	1/1	1/1	1/1
Mr. Alan Hung	4/4	2/2	1/1	1/1	1/1
Mr. Donald Man (resigned on 18 June 2025)	1/1	1/1	1/1	1/1	0/1
Mr. Cao Yu (appointed on 18 June 2025)	3/3	1/1	0/0	0/0	0/0

CORPORATE GOVERNANCE REPORT (CONTINUED)

BOARD DIVERSITY POLICY

The Board has adopted a board diversity policy (“Board Diversity Policy”) which sets out the approach to achieve a sustainable and balanced development of the Company and also to enhance the quality of performance of the Company. In designing the Board’s composition, Board diversity has been considered from a number of perspectives, including but not limited to gender, age, cultural and educational background, industry experience, technical and professional skills and/or qualifications, knowledge, length of services and time to be devoted as a director. The Company will also take into account factors relating to its own business model and specific needs from time to time. The ultimate decision is based on merit and contribution that the selected candidates will bring to the Board.

Pursuant to the Board Diversity Policy, the Company has set the following measurable objectives:

- Recruitment and selection of candidates will be based on a range of diversity perspectives, including but not limited to gender, age, cultural and educational background, ethnicity, professional experience, skills, knowledge and length of service. In particular, when identifying potential candidates to the Board, the Nomination Committee and the Board will, among others, (i) consider the current level of representation of different genders on the Board and the senior management when making recommendations for nominees as well as succession planning to the Board and senior management; and (ii) consider the criteria that promotes diversity by making reference to the code of practices on employment published by the Equal Opportunities Commission from time to time.
- The Nomination Committee will discuss and where necessary, agree annually on the measurable objectives for achieving diversity on the Board and recommend them to the Board for adoption. The Company aims to maintain an appropriate balance of diversity perspectives of the Board that are relevant to the Company’s business growth.
- The ultimate decision will be based on merit against objective criteria and contribution that the selected candidates will bring to the Board, taking into account the corporate strategy and business operations of the Company.
- The Board is also committed to having a Board consisting of more than one gender. The Board should consist of at least one Director of a different gender who genuinely possesses the necessary skills, experience and calibre appropriate to the Company’s business. The Board aims to ensure that there is at least one Director of a different gender on the Board and that this is maintained in accordance with the GEM Listing Rules.
- In order to achieve and/or maintain gender diversity, the Nomination Committee will propose a pipeline of potential successors to the Board to achieve gender diversity.

CORPORATE GOVERNANCE REPORT (CONTINUED)

As at 31 December 2025, the Board comprised five Directors, one of which is a female. The Board targets to maintain at least the current level of female representation, with the ultimate goal of achieving gender parity. The following tables further illustrate the diversity profile of the Board members as at 31 December 2025:

Name of Director	Age Group		
	41 to 50	51 to 60	61 to 70
Ms. Bonnie Chan Woo	✓		
Mr. Evan Chow	✓		
Mr. Arnold Ip			✓
Mr. Alan Hung		✓	
Mr. Cao Yu		✓	

Name of Director	Education Background			
	Accountancy	Business	Law	Others
Ms. Bonnie Chan Woo		✓		✓
Mr. Evan Chow		✓		✓
Mr. Arnold Ip	✓			✓
Mr. Alan Hung	✓	✓		✓
Mr. Cao Yu			✓	

Name of Director	Professional Experience			
	Finance	Law	Marketing	Public Service
Ms. Bonnie Chan Woo	✓		✓	✓
Mr. Evan Chow	✓			✓
Mr. Arnold Ip	✓			
Mr. Alan Hung	✓			
Mr. Cao Yu		✓		

Each of the Board members possessed different knowledge and professional experience, including finance, law, marketing and public service. The Board is characterised by significant diversity in terms of gender, age, education background and professional experience. The Board will regularly review the Board Diversity Policy to ensure its effectiveness.

Workforce diversity

The gender ratio in the workforce (including senior management) for the year ended 31 December 2025 is 4:6. The total gender diversity of the Group is balanced and the Group will continue to maintain the gender diversity in workforce. For further details of gender ratio and initiatives taken to improve gender diversity together with the relevant data, please refer to the disclosure in the Environmental, Social and Governance Report.

CORPORATE GOVERNANCE REPORT (CONTINUED)

NOMINATION POLICY

The Board has adopted a nomination policy (“Nomination Policy”) which provides a framework and sets standards for the appointment of high quality directors who should have the capacity and ability to lead the Company towards achieving sustainable development. The Company aims to achieve a balance of experience and skills amongst its directors. Factors including qualification, experience, skills, abilities and attributes as well as the factors of diversity would be used as reference in assessing the suitability of a proposed candidate. The qualification and experience of the Directors are set out in the section headed “Directors and Senior Management”.

Nomination Procedures

Nomination Committee identifies candidate(s) suitably qualified to become Board members, having regard to the Nomination Policy and the Board Diversity Policy of the Company, the Articles and the GEM Listing Rules; and recommendations are made to the full Board for appointment. Details of the appointment of Directors are set out in the section headed “Appointment, Re-election and Removal of Directors” in this report. The Board has the ultimate responsibility on all matters relating to its selection and appointment of Directors.

ACCOUNTABILITY AND AUDIT

Directors’ Responsibilities for the Consolidated Financial Statements

The Directors are responsible for the preparation of the consolidated financial statements that give a true and fair view in accordance with Hong Kong Financial Reporting Standards issued by the HKICPA and the disclosure requirements of the Hong Kong Companies Ordinance, and for such internal control as the directors determine is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the Directors are responsible for assessing the Group’s ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

The Directors are responsible for overseeing the Group’s financial reporting process. In preparing the consolidated financial statements for the year ended 31 December 2025, the Board has selected suitable accounting policies and applied them consistently, made judgements and estimates that are prudent, fair and reasonable and prepared the consolidated financial statements of the Group on a going concern basis. The Directors are responsible for taking all reasonable and necessary steps to safeguard the assets of the Group and to prevent and detect fraud and other irregularities.

CORPORATE GOVERNANCE REPORT (CONTINUED)

Auditor's Remuneration

During the year ended 31 December 2025, the remuneration paid or payable to the Company's auditor, Messrs. Forvis Mazars CPA Limited ("Forvis Mazars"), in respect of their audit and non-audit services was as follows:

	HK\$
Audit services	685,000
Non-audit services	45,000
Total	730,000

The remuneration for non-audit services represents the professional services in relation to other assurance engagement required to comply with financial, accounting or regulatory report matters.

COMPANY SECRETARY

The Company has appointed, externally, Ms. Tsui as the company secretary of the Company. Her biographical details are set out in the section "Directors and Senior Management" of this annual report. During the year ended 31 December 2025, Ms. Tsui has confirmed that she has taken no less than 15 hours of relevant professional training in compliance with Rule 5.15 of the GEM Listing Rules. Ms. Tsui's primary contact with the Company is Ms. Chan, the vice president, finance and operations of the Company.

INTERNAL CONTROL AND RISK MANAGEMENT

The Board acknowledged its overall responsibility to ensure that sound and effective risk management and internal controls are maintained, while the senior management is charged with the responsibility to design and implement an internal controls system to manage risks. A sound system of risk management and internal controls is designed to manage rather than eliminate the risk of failure to achieve business objectives, and can only provide reasonable but not absolute assurance against material misstatement or loss.

Internal Controls

The Group has maintained internal control policies to provide sufficient guidelines for the management staff and employees of the Company to work efficiently under a standardised work procedure. The internal control policies cover various operating processes from risk assessment, financial reporting, cost management, pricing for projects, staff recruitment and training to IT system control. The internal control system is generally overseen by the executive Director and senior management. During the year, the Group has outsourced its internal audit function to an independent external consulting firm to review the effectiveness of the Group's internal control measures. Such internal control audits covered periods of 12 months preceding the start of the audit cycle, and focuses on two critical processes of the Group. This can ensure the internal control system can be reviewed at least once on an annual basis as well. The reports, findings, and their corresponding management's response are presented to the Audit Committee for its review and approval. The Audit Committee would make the necessary recommendations to the Board to ensure the internal control system functions properly and is in place.

CORPORATE GOVERNANCE REPORT (CONTINUED)

Risk Management

In the course of conducting the business of the Group, the Company is exposed to various types of risks, including business risks, financial risks, operation and other risks. The Board is ultimately responsible for the risk management of the Group. At operational level, a risk management team is in place to carry out risk identification, risk evaluation and its management procedures. The risk management team consists of the senior management. The objectives of the risk management are to enhance the governance and corporate management processes as well as to safeguard the Group against unacceptable levels of risks and losses. The risk management process of the Group would involve, among others, (i) a quarterly risk identification and analysis exercise which involves assessment of the consequence and likelihood of risks and the development of risk management plans for mitigating such risks; and (ii) a quarterly review of the implementation of the risk management plans and fine tune when necessary. During the year, the Audit Committee reviewed the effectiveness of the internal control and risk management systems of the Company. The Board, through the review made by the Audit Committee, considered that the internal control and risk management processes of the Group were effective and adequate for the year ended 31 December 2025.

Procedures and Internal Controls for Handling and Dissemination of Insider Information

In handling and dissemination of inside information, the Group:

- will conduct immediate dissemination once inside information is available and/or respective decision is made, except the inside information falling into the Safe Harbours of the Securities and Futures Commission of Hong Kong (the “SFC”) that allow non-disclosure;
- complies with applicable laws, rules and guidelines on disclosure of inside information issued by SFC;
- decides and implements monitoring procedures regarding dissemination of inside information; and
- communicates with relevant persons about corporate information disclosure practices with respective training.

SHAREHOLDERS’ RIGHTS

Rights to convene Extraordinary General Meeting

As one of the measures to safeguard Shareholders’ interests and rights, the Shareholders are encouraged to participate at the general meetings of the Company and to vote thereat. All resolutions put forward at Shareholders’ meeting will be voted by poll pursuant to the GEM Listing Rules except where the chairman decides to allow a resolution which relates purely to a procedural or administrative matter to be voted on by a show of hands, and the poll voting results will be posted on the websites of the Stock Exchange and the Company after the relevant Shareholders’ meeting.

Extraordinary general meeting may be convened by the Board on requisition of Shareholders holding not less than one-tenth of the paid up capital of the Company or by such Shareholders who made the requisition (the “Requisitionists”) (as the case may be) pursuant to the Articles. Such requisition must state the object of business to be transacted at the meeting and must be signed by the Requisitionists and deposited at the registered office of the Company or the Company’s principal place of business in Hong Kong. Shareholders should follow the requirements and procedures as set out in such Article for convening an extraordinary general meeting. Shareholders may put forward proposals at general meeting of the Company by sending the same to the Company at the principal place of business of the Company in Hong Kong.

CORPORATE GOVERNANCE REPORT (CONTINUED)

Procedures for a Shareholder of the Company to propose a person for election as a Director

Subject to the Articles and the Companies Act of the Cayman Islands (as amended from time to time), the Company may from time to time in general meeting by ordinary resolution elect any person to be a Director either to fill a casual vacancy on the Board, or as an addition to the existing Board.

Article 113 of the Articles provides that no person, other than a retiring Director, shall, unless recommended by the Board for election, be eligible for election to the office of Director at any general meeting, unless notice in writing of the intention to propose that person for election as a Director and notice in writing by that person of his/her willingness to be elected shall have been lodged at the Head Office (as defined in the Articles) or at the Registration Office (as defined in the Articles). The period for lodgment of the notices required under this Article will commence no earlier than the day after the dispatch of the notice of the general meeting appointed for such election and end no later than seven days prior to the date of such general meeting and the minimum length of the period during which such notices to the Company may be given will be at least seven days.

Accordingly, if a Shareholder wishes to nominate a person to stand for election as a Director, the following documents must be validly served at the Company's principal place of business in Hong Kong at Unit B, 9th Floor, Safety Godown Industrial Building, 56 Ka Yip Street, Chai Wan, Hong Kong or at the Company's Hong Kong share registrar, Tricor Investor Services Limited at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong, including (i) a notice signed by the Shareholder for which such notice is given of his/her intention to propose a candidate for election; and (ii) a notice signed by the proposed candidate of the candidate's willingness to be elected together with (a) that candidate's information as required to be disclosed under Rule 17.50(2) of the GEM Listing Rules, and (b) the candidate's written consent to the publication of his/her personal data.

Right to Put Enquires to the Board

Shareholders have the right to put their enquiries about the Company to the Board. Shareholders could send their enquiries to Unit B, 9th Floor, Safety Godown Industrial Building, 56 Ka Yip Street, Chai Wan, Hong Kong.

SHAREHOLDERS' COMMUNICATION POLICY AND INVESTORS RELATIONS

The Board has adopted a shareholders' communication policy (the "Shareholders' Communication Policy") for the purpose of ensuring that Shareholders are provided with ready, equal and timely access to balanced and understandable information about the Group in order to enable Shareholders to exercise their rights in an informed manner, and to allow the Shareholders and the investment community to engage actively with the Company.

The Shareholders' Communication Policy is summarised as below:

- The Board shall maintain an on-going dialogue with the Shareholders and the investment community.
- Information shall be communicated to the Shareholders and the investment community mainly through (i) the publication of quarterly, interim and annual reports and/or dispatching circulars, notices, and other announcements; (ii) the annual general meeting or extraordinary general meeting providing a forum for Shareholders to raise comments and exchanging views with the Board; (iii) updated and key information of the Group available on the websites of GEM and the Company; (iv) the Company's website offering communication channel between the Company and its stakeholders; and (v) the Company's share registrars in Hong Kong serving the Shareholders in respect of all share registration matters.

CORPORATE GOVERNANCE REPORT (CONTINUED)

- Effective and timely dissemination of information to the Shareholders and the investment community shall be ensured at all times. Shareholders and the investment community may at any time make a request for the Company's information to the extent such information is publicly available by post addressed to the Company's principal office address, via the contact form on the Company's website or through the Company's share registrar.

Having considered the multiple channels of communication and Shareholders engagement in the general meeting held during the year, the Board is satisfied that the Shareholders' Communication Policy has been properly implemented during the year and is effective.

Change in Constitutional Documents

There were no significant changes in the constitutional documents of the Company for the year ended 31 December 2025.

REPORT OF DIRECTORS

The Directors are pleased to present their report and the audited consolidated financial statements of the Group for the year ended 31 December 2025.

LISTING ON GEM OF THE STOCK EXCHANGE AND REORGANISATION

The Company was incorporated in the Cayman Islands on 20 January 2017 as an exempted company with limited liability. In preparation for the Listing of the Company's Shares on GEM of the Stock Exchange by way of Share Offer, the Group underwent the Corporate Reorganisation in 2017. Pursuant to the Corporate Reorganisation, the Company became the holding company of the subsidiaries now comprising the Group. Details of the Corporate Reorganisation are set out in the section headed "History, reorganisation and corporate structure" of the Prospectus. On 8 December 2017, the Shares were listed on GEM of the Stock Exchange.

PRINCIPAL ACTIVITIES

The principal activity of the Company is investment holding. The principal activities and other particulars of the Company's principal subsidiaries are set out in Note 1 to the consolidated financial statements.

GEOGRAPHICAL ANALYSIS OF OPERATIONS

An analysis of the Group's revenue from operations by geographical locations of customers for the year ended 31 December 2025 is set out in Note 6 to the consolidated financial statements.

BUSINESS REVIEW

A business review as required by Schedule 5 to the Hong Kong Companies Ordinance, including a discussion of the principal risks and uncertainties facing the Group, can be found in the Management Discussion and Analysis set out on pages 5 to 11 of this annual report. In addition, an indication of likely future developments in the Group's business and stakeholder relationship can be found in "Letter from Bonnie Chan Woo to SV Vision Investors" and "Environmental, Social and Governance Report" of this annual report on page 4 and pages 45 to 64, respectively. Details of the Group's environmental policies and compliance with laws and regulations can be found in the Environmental, Social and Governance Report set out on pages 45 to 64 of this annual report. The discussion and the report form part of this report of the Directors.

KEY PERFORMANCE INDICATORS ("KPIs") WITH THE STRATEGY OF THE GROUP

An analysis of the Group's performance during the year using financial KPIs is provided in the section headed "Management Discussion and Analysis — Financial Review" on pages 6 to 9 of this annual report and in Note 6 to the consolidated financial statements.

REPORT OF DIRECTORS (CONTINUED)

PRINCIPAL RISK AND UNCERTAINTIES

Details of principal risks and uncertainties are set out in the section headed “Management Discussion and Analysis” of this annual report on page 10.

DIVIDEND POLICY

The Company has adopted a dividend policy, pursuant to which the Company may declare and distribute dividends to the Shareholders, provided that the Group records a profit after tax and such declaration and distribution of dividends does not affect the normal operations of the Group. The declaration of any dividend is subject to the absolute discretion of the Board, and any declaration of final dividend will be subject to the approval of the Shareholders. In proposing any dividend payout, the Board shall also take into account, among other things, the Group’s operations, earnings, cash flows, financial condition, capital requirements, statutory reserve requirements, capital expenditure and future development requirements and any other factors the Board may consider relevant. Any payment of the dividend by the Company is also subject to any restrictions under the Companies Law of the Cayman Islands, the Articles and the Shareholders.

FINANCIAL PERFORMANCE AND APPROPRIATIONS

The Group’s financial performance for the year ended 31 December 2025 is set out in the consolidated statement of profit or loss and other comprehensive income on page 71 of this annual report.

The Board does not recommend the payment of any dividend for the year.

DEED OF NON-COMPETITION

The Deed of Non-Competition dated 16 November 2017 (as defined in the Prospectus) became effective from the date of Listing. The Controlling Shareholders (as defined in the Prospectus) have confirmed that, save as disclosed in this annual report, at any time during the year ended 31 December 2025, they have not whether as principal or agent and whether undertaken directly or indirectly (including through any close associate, subsidiary, partnership, joint venture or other contractual arrangement of theirs) and whether for profit or otherwise, carry on, participate or be interested, engage or otherwise be involved in or acquire or hold shares or interests in any business which is in competition, directly or indirectly, or is likely to be in competition, directly or indirectly, with the business of marketing production services referred to in the Prospectus that is carried on by the Group in Hong Kong, the Chinese Mainland and such other territories that the Group may conduct or carry on business from time to time. The Controlling Shareholders have also confirmed that they have fully complied with the undertakings contemplated under the Deed of Non-Competition during the year ended 31 December 2025.

The Company has received confirmations from the Controlling Shareholders confirming their compliance with the Deed of Non-Competition for the year ended 31 December 2025. The independent non-executive Directors have reviewed the Controlling Shareholders compliance with the Deed of Non-Competition for the year ended 31 December 2025.

REPORT OF DIRECTORS (CONTINUED)

FIVE YEAR FINANCIAL SUMMARY

A summary of the published results and assets and liabilities of the Group for the last five financial years, as extracted from the audited consolidated financial statements of the Company, is set out on page 140 of this annual report. This summary does not form part of the audited consolidated financial statements of the Group.

PROPERTY, PLANT AND EQUIPMENT

Details of movements in the property, plant and equipment of the Group during the year are set out in Note 14 to the consolidated financial statements.

SHARE CAPITAL

As at 31 December 2025, the Company's issued share capital was HK\$4,800,000 and the number of its issued ordinary shares was 480,000,000 of HK\$0.01 each.

There was no movements in the Company's share capital during the year ended 31 December 2025.

DISTRIBUTABLE RESERVES OF THE COMPANY

As at 31 December 2025, the Company's reserves available for distribution to the Shareholders amounted to approximately HK\$36,162,000 (2024: HK\$35,052,000).

PRE-EMPTIVE RIGHTS

There are no provisions for pre-emptive rights under the Company's Articles or the laws of the Cayman Islands which would oblige the Company to offer new Shares on a pro rata basis to existing Shareholders.

TAX RELIEF AND EXEMPTION OF HOLDERS OF LISTED SECURITIES

The Company is not aware of any tax relief or exemption available to the Shareholders by reason of their holding of the Company's securities.

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

During the year and up to the date of this report, neither the Company nor any of its subsidiaries have purchased, sold or redeemed any of the Company's listed securities. As at 31 December 2025, the Company did not hold any treasury shares (as defined under the GEM Listing Rules).

REPORT OF DIRECTORS (CONTINUED)

MAJOR CUSTOMERS AND SUPPLIERS

The Group's largest customer contributed approximately 10.5% (2024: 16.7%) of the total revenue for the year while the Group's five largest customers accounted for approximately 26.0% (2024: 46.2%) of the total revenue for the year. The Group's largest supplier contributed approximately 19.1% (2024: 20.8%) of the aggregation of cost of services (including outsourced project costs and materials and consumables) for the year while the Group's five largest suppliers accounted for approximately 40.2% (2024: 47.3%) of the aggregation of cost of services (including outsourced project costs and materials and consumables) for the year. To the best of the knowledge of the Directors, none of the Directors, their respective close associates (as defined in the GEM Listing Rules) or any Shareholders (which to the best knowledge of the Directors, own more than 5% of the Company's issued shares) had any beneficial interest in any of the Group's five largest customers or suppliers referred to above.

SHARE OPTION SCHEME

SV Vision (BVI) adopted a Pre-IPO Share Option Scheme (the "Pre-IPO Share Option Scheme") on 4 March 2014, for the purpose of providing incentive or rewards to the eligible participants of SV Vision (BVI) and its subsidiaries (collectively, the "SV Vision (BVI) Group") who contribute to the success of the Group's operations.

According to the terms and conditions of the share options granted, the share options should vest when SV Vision (BVI) Group is able to achieve certain performance target for the years ended 31 December 2014 and 2015 and service condition. During the year and prior years, no share option under the Pre-IPO Share Option Scheme was vested. On 16 March 2017, the grantees signed cancellation letters, agreed to cancel all share options held by them. Pursuant to the written resolution of directors and then shareholders of SV Vision (BVI) on 16 March 2017, the directors and then shareholders of SV Vision (BVI) agreed to terminate the Pre-IPO Share Option Scheme.

The Share Option Scheme was adopted and approved by the then Shareholders on 16 November 2017. The Share Option Scheme will be valid and effective for a period of 10 years, commencing from 16 November 2017. The remaining life of the Share Option Scheme is approximately one year and eight months. No share option has been granted pursuant to the Share Option Scheme since its adoption and therefore the total number of Shares available for grant under the Share Option Scheme as at 1 January 2025 and 31 December 2025 was 48,000,000 Shares, representing 10% of the issued share capital of the Company.

The following is a summary of the principal terms of the Share Option Scheme. The terms of the Share Option Scheme are in compliance with the provisions of Chapter 23 of the GEM Listing Rules.

The Share Option Scheme is a share incentive scheme and is established to recognise and acknowledge the contributions the eligible participants have had or may have made to the Group.

Eligible participants of the Share Option Scheme include:

- (i) any full-time or part-time employees, executives or officers of the Company or any of its subsidiaries;
- (ii) any Directors (including non-executive Directors and independent non-executive Directors) of the Company or any of its subsidiaries; and
- (iii) any advisers, consultants, agents, customers and such other persons who in the sole opinion of the Board will contribute or have contributed to the Company or any of its subsidiaries.

REPORT OF DIRECTORS (CONTINUED)

The Share Option Scheme does not have any minimum requirements for the vesting period. However, upon issuance of an Option Grant to any Eligible Participant, the Board may in its absolute discretion select and subject the Grant to conditions including but not limited to any minimum period for which an Option must be held before exercised and/or any performance targets which must be achieved before an Option may be exercised.

As at the date of this report, the total number of Shares available for issue under the Share Option Scheme is 48,000,000 Shares, representing 10% of the issued share capital of the Company. The total number of Shares issued and which may fall to be issued upon exercise of the options granted under the Share Option Scheme and any other share option schemes of the Company (including both exercised and outstanding options) to each eligible participant in any 12-month period up to the date of grant shall not exceed 1% of the Shares in issue as at the date of grant. Any further grant of options in excess of this 1% limit shall be subject to the issue of a circular and the approval of the Shareholders in general meeting.

An option may be exercised in accordance with the terms of the Share Option Scheme at any time after the date upon which the option is deemed to be granted and accepted and prior to the expiry of 10 years from that date.

Upon acceptance of an option to subscribe for Shares granted pursuant to the Share Option Scheme (the "Option"), the eligible participant shall pay HK\$1.00 to the Company as consideration for the grant. The subscription price of a Share in respect of the Option granted shall be such price as the Board in its absolute discretion shall determine, save that such price must be at least the higher of:

- (i) the official closing price of the Shares as stated in the Stock Exchange's daily quotation sheets on the date of grant of the Options, which must be a day on which the Stock Exchange is open for the business of dealing in securities;
- (ii) the average of the official closing price of the Shares as stated in the Stock Exchange's daily quotation sheets for the 5 business days immediately preceding the date of grant of the Options; and
- (iii) the nominal value of a Share.

DIRECTORS

The Directors during the year ended 31 December 2025 and up to the date of this report were:

Executive Director

Ms. Bonnie Chan Woo (*Chairperson and CEO*)

Non-executive Director

Mr. Evan Chow

Independent non-executive Directors

Mr. Arnold Ip

Mr. Alan Hung

Mr. Donald Man (resigned on 18 June 2025)

Mr. Cao Yu (appointed on 18 June 2025)

REPORT OF DIRECTORS (CONTINUED)

Pursuant to the Articles, one-third of the Directors (whether executive or non-executive) shall retire from office by rotation provided that every Director shall be subject to retirement by rotation at least once every three years. A retiring Director shall be eligible for re-election. The Company may from time to time in general meeting by ordinary resolution elect any person to be a Director either to fill a casual vacancy or as an additional Director. Any Director appointed by the Board to fill a casual vacancy shall hold office only until the first annual general meeting of the Company after his appointment and be subject to re-election at such meeting. Any Director appointed by the Board as an addition to the existing Board shall hold office only until the next following AGM of the Company and shall then be eligible for re-election.

BIOGRAPHIES OF DIRECTORS AND SENIOR MANAGEMENT

The biographies of the Directors and senior management are set out in the section “Directors and Senior Management” of this annual report.

CHANGE IN THE DIRECTOR’S INFORMATION PURSUANT TO RULE 17.50A(1) OF THE GEM LISTING RULES

There was no change in the Director’s information as required to be disclosed pursuant to Rule 17.50A(1) of the GEM Listing Rules.

DIRECTORS’ SERVICE CONTRACTS

The executive Director has entered into a service agreement with the Company for a term of three years unless terminated by not less than three months prior written notice or otherwise in accordance with the service agreement. The non-executive Director and independent non-executive Directors have each signed a letter of appointment with the Company for a term of three years subject to early removal from office, retirement and re-election provisions in accordance with the Articles. None of the Directors (including those proposed for re-election at the forthcoming AGM) has a service contract which is not determinable by the Group within one year without payment of compensation (other than statutory compensation).

MANAGEMENT CONTRACTS

No contracts concerning the management and administration of the whole or any substantial part of the business of the Company were entered into or existed during the year ended 31 December 2025.

INDEPENDENT NON-EXECUTIVE DIRECTORS’ CONFIRMATION OF INDEPENDENCE

The Company has received from each of the independent non-executive Directors an annual confirmation of their independence. The Nomination Committee has assessed the independence of the independent non-executive Directors and affirmed that all independent non-executive Directors remained independent.

REPORT OF DIRECTORS (CONTINUED)

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN THE SHARES, UNDERLYING SHARES OR DEBENTURES OF THE COMPANY AND ITS ASSOCIATED CORPORATIONS

As at 31 December 2025, the interests and short positions of the Directors and chief executive of the Company in the Shares and underlying shares or debentures of the Company and its associated corporations (within the meaning of Part XV of the SFO) which were notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to have under such provisions of the SFO), or which were recorded in the register required to be kept by the Company under Section 352 of the SFO, or which were, pursuant to Rules 5.46 to 5.67 of the GEM Listing Rules, notified to the Company and the Stock Exchange, were as follows:

(i) Interests in the Shares of the Company

Name of Director	Nature of interest	Number of Shares held ⁽¹⁾	Shareholding percentage
Ms. Bonnie Chan Woo	Interest in a controlled corporation	283,920,000 (L) ⁽²⁾	59.15%
	Interests held jointly with another person	34,850,000 (L) ⁽³⁾	7.26%
	Interest of spouse	5,280,000 (L) ⁽⁴⁾	1.1%
	Beneficial owner	2,625,000 (L)	0.55%

Notes:

1. The letter "L" denotes the person's long position in the Shares.
2. Explorer Vantage was incorporated in the British Virgin Islands ("BVI") and is beneficially and wholly-owned by Ms. Bonnie Chan Woo. By virtue of the SFO, Ms. Bonnie Chan Woo is deemed to be interested in the Shares held by Explorer Vantage.
3. Mirousky Limited ("Mirousky") holds 34,850,000 Shares. Mirousky is wholly-owned by Gain Smart Asia Limited ("Gain Smart") and Gain Smart is beneficially owned as to 50% by Ms. Bonnie Chan Woo and 50% by her spouse, Mr. Darrin Woo. By virtue of the SFO, Ms. Bonnie Chan Woo is deemed to be interested in the Shares held by Mirousky.
4. Ms. Bonnie Chan Woo is the spouse of Mr. Darrin Woo. By virtue of the SFO, Ms. Bonnie Chan Woo is deemed to be interested in the Shares which are interested by Mr. Darrin Woo.

REPORT OF DIRECTORS (CONTINUED)

(ii) Interests in associated corporation(s) of the Company

Name of Director	Name of associated corporation	Capacity	Number of share(s) held ⁽¹⁾	Shareholding percentage
Ms. Bonnie Chan Woo	Explorer Vantage ⁽²⁾	Beneficial owner	1 (L)	100%
	Papercom Limited ("Papercom") ⁽³⁾	Interest in a controlled corporation	10,000 (L)	100%

Notes:

- The Letter "L" denotes the person's long position in the shares.
- Explorer Vantage is beneficially and wholly-owned by Ms. Bonnie Chan Woo.
- Papercom is beneficially and wholly-owned by Explorer Vantage. Under the SFO, Ms. Bonnie Chan Woo is deemed to be interested in all the shares held by Explorer Vantage.

Save as disclosed above, as at 31 December 2025, none of the Directors or chief executive of the Company has any interest or short position in the shares, underlying shares or debentures of the Company or any of its associated corporations which were notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which he will be taken or deemed to have under the SFO), or was required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein or which was required, pursuant to Rules 5.46 to 5.67 of the GEM Listing Rules, to be notified to the Company and the Stock Exchange.

SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSON'S INTERESTS AND SHORT POSITIONS IN THE SHARES AND UNDERLYING SHARES OF THE COMPANY

As at 31 December 2025, to the knowledge of the Directors, Shareholders (other than the Directors or chief executive of the Company) who had interests or short positions in the shares, underlying shares or debentures of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or which were recorded in the register required to be kept by the Company under Section 336 of the SFO were as follows:

(a) Interests in the Shares of the Company

Name	Type of interest	Number of Shares held ⁽¹⁾	Percentage of shareholding in the Company
Explorer Vantage	Beneficial owner	283,920,000 (L) ⁽²⁾	59.15%
Mr. Darrin Woo	Interest of spouse	286,545,000 (L) ⁽³⁾	59.70%
	Interests held jointly with another person	34,850,000 (L) ⁽⁴⁾	7.26%
Mirousky	Beneficial owner	5,280,000 (L)	1.1%
	Beneficial owner	34,850,000 (L) ⁽⁵⁾	7.26%
Gain Smart	Interest in a controlled corporation	34,850,000 (L) ⁽⁵⁾	7.26%
Ms. Chow Jacqueline Wai Ying	Beneficial owner	35,950,000 (L)	7.49%

REPORT OF DIRECTORS (CONTINUED)

Notes:

1. The letter "L" denotes the person's long position in the Shares.
2. Explorer Vantage was incorporated in the BVI and is beneficially and wholly-owned by Ms. Bonnie Chan Woo.
3. Mr. Darrin Woo is the spouse of Ms. Bonnie Chan Woo. By virtue of the SFO, Mr. Darrin Woo is deemed to be interested in the Shares which are interested by Ms. Bonnie Chan Woo.
4. Mirousky is wholly-owned by Gain Smart and Gain Smart is beneficially owned as to 50% by Mr. Darrin Woo and 50% by his spouse, Ms. Bonnie Chan Woo. By virtue of the SFO, Mr. Darrin Woo is deemed to be interested in the Shares held by Mirousky.
5. Mirousky is wholly-owned by Gain Smart. Such 34,850,000 Shares belong to the same batch of Shares.

Save as disclosed above, as at 31 December 2025, to the knowledge of the Directors, the Company has not been notified by any persons (other than the Directors or chief executive of the Company) who had interests or short positions in the shares, underlying shares or debentures of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or which were recorded in the register required to be kept by the Company under Section 336 of the SFO.

RIGHTS TO ACQUIRE SHARES OR DEBENTURES

Saved as disclosed above, at no time during the year ended 31 December 2025 and up to the date of this report, have the Directors and the chief executive of the Company and their respective close associates (as defined under the GEM Listing Rules) had any interest in, or had been granted, or exercised any rights to subscribe for shares or underlying shares of the Company and/or its associated corporations (within the meaning of the SFO).

Save as disclosed above and in the section "Share Option Scheme" of this annual report, at no time during the year ended 31 December 2025 and up to the date of this report was the Company, any of its subsidiaries, its associated companies or its holding companies a party to any arrangements to enable the Directors or the chief executive of the Company to hold any interests or short positions in the shares or underlying shares in, or debentures of, the Company and/or its associated corporations (within the meaning of the SFO).

EQUITY-LINKED AGREEMENTS

Save for the Share Option Scheme, no equity-linked agreements were entered into during the year or subsisted at the end of the year.

DIRECTORS' INTEREST IN COMPETING BUSINESS

During the year and up to the date of this report, none of the Directors, nor the substantial Shareholders nor their respective close associates (as defined under the GEM Listing Rules) had any interests (other than their interest in the Company or (prior to completion of the Corporate Reorganisation) its subsidiaries) in any business which competed or may compete, either directly or indirectly, with the business of the Group or any other conflicts of interests with the Group.

REPORT OF DIRECTORS (CONTINUED)

DIRECTORS' INTERESTS IN TRANSACTION, ARRANGEMENT OR CONTRACTS OF SIGNIFICANCE

Save as disclosed in Note 33 to the consolidated financial statements, there were no other transaction, arrangement or contract of significance in relation to the Group's business to which the Company or any of its subsidiaries was a party and in which a Director had a material interest, whether directly or indirectly, subsisted at the end of or at any time during the year.

CONTRACTS OF SIGNIFICANCE WITH CONTROLLING SHAREHOLDERS

During the year ended 31 December 2025, save as mentioned in the sections "Related Party Transactions", "Connected Transactions" and "Continuing Connected Transactions", there had been no contract of significance between the Company or any of its subsidiaries and a Controlling Shareholder (as defined in the GEM Listing Rules) or any of its subsidiaries, nor any contract of significance for the provision of services to the Company or any of its subsidiaries by a controlling shareholder or any of its subsidiaries.

RELATED PARTY TRANSACTIONS

Details of the related party transactions of the Group for the year ended 31 December 2025 are set out in Note 33 to the consolidated financial statements. Save as mentioned in the section "Connected Transactions" and "Continuing Connected Transactions" below, other related party transactions did not constitute connected transactions and continuing connected transactions under Chapter 20 of the GEM Listing Rules. The Company has complied with the disclosure requirements in accordance with Chapter 20 of the GEM Listing Rules.

CONNECTED TRANSACTIONS

During the year ended 31 December 2025, the Group had entered certain transactions with the connected persons which constituted connected transactions exempt from the reporting, announcement and independent Shareholders' approval requirements under Chapter 20 of the GEM Listing Rules.

CONTINUING CONNECTED TRANSACTIONS

During the year ended 31 December 2025, certain transactions entered into by the Group with the connected persons (as defined below) constituted continuing connected transactions (the "CCTs") are as follows:

Continuing connected transactions	Connected Persons	Annual cap	Actual amount for the year ended 31 December 2025	Note
Rent of quarter	4L 108 Leonard LLC	HK\$1,124,075	HK\$1,098,367	(i)

REPORT OF DIRECTORS (CONTINUED)

Note:

- (i) 4L 108 Leonard LLC is a company equally owned by Ms. Bonnie Chan Woo and Mr. Darrin Woo, spouse of Ms. Bonnie Chan Woo. Accordingly, 4L 108 Leonard LLC, being an associate of Ms. Bonnie Chan Woo, is a connected person of the Company under Rule 20.07(4) of the GEM Listing Rules.

4L 108 Leonard LLC is principally engaged in property investment. The Group has started its ecommerce business in New York since 2019. To be more cost effective for the team from Hong Kong working in New York periodically from incurring high hotel fee, the Group has entered into a lease agreement with 4L 108 Leonard LLC with an initial term of one year from 1 December 2019 with the option to continue to occupy the premises under the same terms and conditions under a month-to-month arrangement with either party having the option to cancel the lease with at least thirty days notice. The quarter continues to support the team as accommodation for business trips in the New York for the content media business after the close of ecommerce business in New York.

On 24 December 2024, the Company as tenant and 4L 108 Leonard LLC as landlord entered into a tenancy agreement for a term of one year commencing from 24 December 2024 to 23 December 2025 (the "Tenancy Agreement"). Based on the annual rent payable by the Group under the Tenancy Agreement, the annual cap for the transactions contemplated is US\$144,000. The transactions contemplated under the Tenancy Agreement are subject to reporting and announcement requirements, and annual review requirements but exempt from the circular and shareholders' approval requirements under Chapter 20 of the GEM Listing Rules. For further details, please refer to the announcement of the Company dated 24 December 2024.

On 24 December 2025, the Company as tenant and 4L 108 Leonard LLC as landlord entered into a tenancy agreement for a term of one year commencing from 24 December 2025 to 23 December 2026 (the "Tenancy Agreement"). Based on the annual rent payable by the Group under the Tenancy Agreement, the annual cap for the transactions contemplated is US\$144,000. The transactions contemplated under the Tenancy Agreement are exempt from the reporting, announcement, annual review and independent Shareholders' approval requirements under Chapter 20 of the GEM Listing Rules.

Review of Continuing Connected Transactions by Independent Non-Executive Directors

In compliance with Rule 20.53 of the GEM Listing Rules, the independent non-executive Directors have reviewed the CCTs and confirmed that the CCTs have been entered into:

- (1) in the ordinary and usual course of business of the Group;
- (2) on normal commercial terms and on terms no less favourable to the Group than terms available to or from (as appropriate) independent third parties; and
- (3) according to the agreements governing them on the terms that are fair and reasonable and in the interests of the Shareholders as a whole.

Assurance Engagement on Continuing Connected Transactions

In compliance with Rule 20.54 of the GEM Listing Rules, the Company has engaged its auditor, Forvis Mazars CPA Limited, to report on the Group's CCTs in accordance with Hong Kong Standard on Assurance Engagements 3000 (Revised), Assurance Engagements Other Than Audits or Reviews of Historical Financial Information and with reference to Practice Note 740, Auditor's Letter on Continuing Connected Transactions under the Hong Kong Listing Rules issued by the HKICPA. Forvis Mazars has issued an unqualified letter containing its work and conclusion in respect of the continuing connected transactions disclosed by the Group in the annual report in accordance with Rule 20.54 of the GEM Listing Rules as follows:

- a. nothing has come to the auditor's attention that causes them to believe that the disclosed continuing connected transaction has not been approved by the Board;
- b. nothing has come to the auditor's attention that causes them to believe that the disclosed continuing connected transaction was not entered into, in all material respects, in accordance with the relevant agreement governing the transaction; and

REPORT OF DIRECTORS (CONTINUED)

- c. nothing has come to the auditor's attention that causes them to believe that with respect to the aggregate annual amount of the transaction, the disclosed continuing connected transaction has exceeded the respective annual cap as set by the Company.

CORPORATE GOVERNANCE

The Company has complied with all applicable principles and the code provisions of the CG Code contained in Part 2 of Appendix C1 to the GEM Listing Rules during the year (except for the deviation from CG code provision C.2.1).

Details of the Company's corporate governance practices are set out in the section "Corporate Governance Report" of this annual report.

ENVIRONMENTAL, SOCIAL AND GOVERNANCE

The Group is committed to support environmental protection to ensure business development and sustainability. The Group has implemented green office practices to reduce the consumption of energy and natural resources. These practices include the use of recycled paper, reduce energy consumption by switching off idle lightings, computers and electrical appliances and the use of environmentally friendly products whenever possible.

The Environmental, Social and Governance Report are set out in the section headed as the same in this annual report.

COMPLIANCE WITH RELEVANT LAWS AND REGULATIONS AND RELATIONSHIPS WITH KEY SHAREHOLDERS

The Company has complied with all applicable laws and regulations in all material respects and maintained good relationship with its customers, suppliers, employees and investors. During the year ended 31 December 2025, there were no material and significant dispute between the Group and its employees, customers and/or suppliers.

PERMITTED INDEMNITY PROVISIONS

The Articles provide that every Director shall be indemnified out of the assets of the Company against any liability, action, proceeding, claim, demand, costs, damages or expenses, including legal expenses, whatsoever which they or any of them may incur as a result of any act or failure to act in carrying out their functions other than such liability (if any) that they may incur by reason of their own actual fraud or willful defaults.

The Company has arranged for appropriate insurance coverage in respect of potential legal actions against its Directors and senior management.

EMOLUMENT POLICY

The remuneration policy of the Group is to reward its employees and executives based on, among other things, the Group's operating results, individual performance and comparable market statistics. Remuneration package typically comprises of salaries, contribution to pension schemes and discretionary bonuses.

REPORT OF DIRECTORS (CONTINUED)

The Remuneration Committee will review annually the remuneration of all the Directors to ensure that it is attractive enough to attract and retain a competent team of executive members. The Director's fee for each of the Directors is subject to the Board's review from time to time in its discretion after taking into account the recommendation of the Remuneration Committee. The remuneration package of each of the Directors is determined by reference to market terms, seniority, experiences, duties and responsibilities of that Director within the Group.

RETIREMENT BENEFITS PLAN

Details of retirement benefits plan of the Group for the year ended 31 December 2025 are set out in Note 4.14(ii) to the consolidated financial statements.

REMUNERATION OF DIRECTORS AND FIVE INDIVIDUALS WITH HIGHEST EMOLUMENTS

Details of the Directors' remuneration and the five highest paid individuals for the year ended 31 December 2025 are set out in Note 10 to the consolidated financial statements.

SUFFICIENCY OF PUBLIC FLOAT

Based on the information that is publicly available to the Company and within the knowledge of the Directors, the Company has maintained sufficient public float of at least 25% of the issued Shares as at the latest practicable date prior to the issue of this annual report as required under the GEM Listing Rules.

EVENT AFTER THE REPORTING PERIOD

Saved as disclosed elsewhere in the consolidated financial statements, the Group has no significant events after the reporting period.

AUDITOR

Moore Stephens CPA Limited resigned as the auditor of the Company with effect from 4 November 2022 and Forvis Mazars has been appointed as the auditor of the Company by the shareholders of the Company at the extraordinary general meeting held on 9 December 2022. Save as disclosed above, there were no other changes in auditor of the Company during the past three years.

Forvis Mazars will hold office until the conclusion of the forthcoming AGM and retire, and a resolution for their reappointment as auditor of the Company will be proposed at the forthcoming AGM.

By order of the Board

Woo Chan Tak Chi Bonnie

Chairperson and Chief Executive Officer

Hong Kong, 27 March 2026

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT

ABOUT THIS REPORT

This report is prepared based on the Environmental, Social and Governance (“ESG”) Reporting Code (the “ESG Reporting Code”) as set out in Appendix C2 of the GEM Listing Rules issued by the Stock Exchange. This ESG report complies with the “comply or explain” provisions set out in the ESG Reporting Code for the financial year ended 31 December 2025 by making general disclosures on environmental and social information and environmental key performance indicators (“KPIs”) which are considered to be relevant and material to the Group’s businesses and operations.

A complete index in compliance with the ESG Reporting Code is also available at the end of this report for reference. Except for “comply or explain” provisions that the Group believes are inapplicable to its operations, for which explanations have been given in the said index, the Group has complied with all the “comply or explain” provisions set out in the ESG Reporting Code during the year.

ESG GOVERNANCE

The Group’s success relies on the support of major stakeholders and is committed to promoting sustainable development of the business to create long term value for the major stakeholders including shareholders, clients, employees, vendors, regulators and the general public as well as the environment. The Group concerns about the environmental, social and governance impacts when conducting business operation. While making effort to pursue sustainable growth of the business, the Group strives to balance the interests of all stakeholders.

To be environmentally and socially responsible, the Group has established policies and procedures (“ESG Policies”) for administering efficient use of resources and manpower, energy saving and waste reduction. We strive to provide a safe and healthy workplace for our employees and conserve the environment for the benefit of the community. We encourage environmental protection and promote awareness towards environmental protection to the employees.

The Board has the overall responsibility for monitoring and reviewing corporate governance practices across the Group and directs the overall strategy and development of the Group’s operations and business. The senior management of the Group oversees the day-to-day compliance of ESG Policies, identifies and addresses ESG-related risks and communicates with the Board to ensure appropriate and effective ESG risk management and control systems are in place.

REPORTING PRINCIPLES

In line with the ESG Reporting Code, the ESG report has applied the following principles:

Materiality: In order to identify and assess major issues that have an impact on stakeholders, we conducted materiality assessment surveys through multiple ways of extensive communication with on stakeholders to determine factors that have a significant impact on the sustainable development of the Group. Results of the engagement of which are presented in the section “Materiality Assessment”.

Quantitative: The Group has disclosed its environmental and social KPIs calculation and numeric presentation, where appropriate.

Balance: The Group presents an impartial view of the issuer’s performance, avoiding omissions or formats that could mislead readers.

Consistency: The Group adopted consistent methodologies to allow meaningful comparisons of related data over time.

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT (CONTINUED)

REPORTING BOUNDARY

The ESG report covers the marketing production services in Hong Kong and provides ESG information related to the production site directly controlled by the Group, and its Hong Kong office, which is considered as material by the Group. The reporting period of this report covers the financial year of 2025 (from 1 January 2025 to 31 December 2025), which is the same as the reporting period of the Group's annual report. ESG data from our vendors or service providers is not included as such data is difficult to verify with available resources. The Group's content media and experiential business was excluded from the scope. For the section of employment and labour standards and community involvement, it also covers the content media and experiential business, unless otherwise stated.

MATERIALITY ASSESSMENT

Stakeholders Engagement

The Group maintains ongoing communication with stakeholders which helps to understand the expectations of the stakeholders, and facilitates the Group to actively respond to them in a timely manner.

Major Stakeholders	Expectations	Communication Channels
Government and Regulators	Laws and regulations compliance	Supervision on comply with local laws and regulations
Shareholders	Good corporate governance Sustainable growth and profitability	Reports, announcements and other publications Annual general meetings Company website
Clients	High-quality products and services Cost-effectiveness Information confidentiality	Email Company website Customer communication meetings
Employees	Employee benefits improvement Career development Occupational health and safety	Employee activities Performance appraisals Training
Environment	Natural resources saving Waste and pollution reduction	ESG reporting
Society	Anti-corruption Community involvement	Charity events Company website Social media
Material and service suppliers	Continuous engagement Timely settlement of payment	Supplier assessment meetings and correspondences

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT (CONTINUED)

Having considered the Group's operations and evaluated the stakeholders' expectations, we have identified the following areas of concern for reporting.

For the marketing production operation headquartered in Hong Kong with a focus on printing, packaging and sourcing business, we have identified the following areas of concern from the stakeholders' perspectives:

Environment

- Use of sustainable raw materials
- Environmental impact of the production process
- Energy use efficiency
- Climate change

Social Responsibility

- Protection of minors and provision of fair employment opportunities
- Employee compensation and benefits
- Health and safety in the working environment
- Training and career advancement opportunities
- Pleasant working environment

Governance

- Ethical conduct with business partners
- Protection of clients' confidential data
- Prevention and reporting of misconduct

ENVIRONMENT

The Group strives to uphold the spirit of creating and maintaining a clean and safe environment. It is our environmental policy to have full compliance with all applicable environmental legislation, and to continuously improve our processes and increase client satisfaction. This is achieved through controlling and mitigating our environmental impact, utilising the resources efficiently within our operations, and requesting the same from our supply chain partners.

Emissions and Energy Consumption

Given the Group's business portfolio, there are air pollutants inevitably produced in the printing processes as printing inks can generate volatile organic compounds ("VOCs"). We are mindful in sourcing more environmental friendly printing inks (e.g. soy oil-based processing inks) aiming to reduce VOC emissions. We have installed air-conditioners and filtering devices at the production site.

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT (CONTINUED)

The direct energy consumption arising from the use of petrol, diesel and gas is minimal since the Group does not maintain vehicles and has engaged logistic service providers for the delivery of products. Employees such as salespersons who need to travel frequently are encouraged to take public transport.

We consider electricity consumption as a major source of our indirect greenhouse gas (“GHG”) emission. In 2025, our total electricity consumption in our Hong Kong office and warehouse is 87,913 KWh (2024: 91,241 KWh).

We pursue to utilise energy efficiently and as the major means to reduce our GHG emission. In order to continuously improve our energy performance and lower our carbon footprint, monitoring our energy usage is crucial. The Group targets to reduce emission of energy consumption by 2% in the next year, we have gradually implemented various energy-saving, emission and waste reduction measures as follows:

- Keep indoor air-conditioning temperature at 25°C;
- Encourage staff to shut down computers after work and switch off lights if the employees are expected to be away from the room for more than one hour;
- Encourage staff to switch office equipment, such as printers and computers, to energy saving mode (the equipment will enter the sleep mode under the standby condition);
- Replace the lighting system in the office by LED gradually.

Apart from the energy saving in operation process, we always look for possible energy-saving opportunities, especially on choosing environmental friendly equipment and facilities of the Group. In the procurement of office equipment, we always opt for the model with higher energy efficiency.

Water Management

We endeavour to implement an effective water management through efficient water use. The Group consumed water mainly for domestic purposes within the workplace. Our target is to reduce the water consumption by 2% in the next year, by measuring our water use and promoting water-saving behaviours to all staff. For example, staff are encouraged to fully empty any containers before washing, to turn off water taps promptly, to check faucets and pipes for leaks, and to adopt water saving appliances. During the year, the Group did not face any problem in sourcing water.

Paper Usage

Paper is the major raw material in our business. The Group is the holder of the Chain of Custody Certificate accredited by the Forest Stewardship Council (“FSC”) since 2007, a certificate which certifies the management system of the Group is able to ensure the original source of materials of the papers comes from responsibly managed forests. Although not all of the clients of the Group understand the benefits of using FSC paper, the Group strongly supports the use of FSC paper and actively promotes the product to its clients. All the scrap paper generated from production sites are collected for paper recycling which amounting to around 15.73 tonnes (2024: 22.61 tonnes).

The Group targets to promote green office and reduce the amount of paper usage by 3% in the next year, we encourage staff to be mindful when printing documents and make use of double sided printing where possible. Non-essential items should be used in e-format instead of printing out and any documents that are no longer in use should be shredded and recycled.

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT (CONTINUED)

Waste Management

Apart from scrap paper, toner cartridges is the key waste produced by the Group from the physical marketing production business segment. We classified the toner cartridges as key hazardous waste of our business production. We have arranged all 197 (2024: 271) used toner cartridges being collected by the printer service provider for recycling to minimise the impact to environment and manage to reduce our hazardous waste to 0 tonne.

The non-hazardous waste produced by the Group mainly consists of scrap paper generated from production process and packaging materials such as carton boxes and wrapping paper, all of which are recovered by professional recycling firms.

The packaging of products mainly consists of carton boxes. The Group encourages its clients to return the carton boxes for reuse.

The Environment and Natural Resources

The Group considers environmental protection and preserving natural resources as an indispensable component of our sustainable and responsible business, we have established policies with respect to reduce the impacts of operational activities on the environment, optimise the use of natural resources and implement environmental protection measures.

In the future, we will continue our commitment to environmental protection and strive to build a greener and healthier environment to fulfil our responsibilities as a member of the community we all live in.

Environmental Performance Indicators

Aspect A1: Emissions

Performance indicator	2025	2024	HKEx ESG Reporting Code KPI
Non-hazardous waste Total non-hazardous waste disposed to landfill (tonnes)	0.73	0.98	KPI A1.4
Total non-hazardous waste produced per million HKD of goods sold (tonnes)	0.73	0.01	KPI A1.4
Total non-hazardous waste produced per number of employee (tonnes)	0.73	0.03	KPI A1.4
• General office waste disposed to landfill (tonnes)	0.73	0.98	KPI A1.4

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT (CONTINUED)

Aspect A2: Use of resources

Performance indicator		2025	2024	HKEx ESG Reporting Code KPI
Energy	Total energy consumption (Kwh)	87,913.00	91,421.00	KPI A2.1
	Total energy consumed per million HKD of goods sold (Kwh)	1,636.19	1,054.79	KPI A2.1
	Total energy consumed per number of employee (Kwh)	2,109.91	2,812.95	KPI A2.1
	Indirect energy consumption (Kwh)			
	• Electricity (Kwh)	87,913.00	91,421.00	KPI A2.1
Water	Total water consumption (M3)	50.00	26.26	KPI A2.2
	Total water consumption per number of employee (M3)	1.20	0.81	KPI A2.2
Packaging material	Total packaging materials — carton box and wrapping paper (tonnes)	9.83	14.13	KPI A2.5
	Total packaging materials consumed per million HKD of goods sold (tonnes)	0.18	0.16	KPI A2.5

Notes:

1. Energy and water usage includes the general office usage and resources used in production sites and warehouse.
2. Waste calculation calculated based on the general office usage and disposed wastage generate from production.

CLIMATE-RELATED DISCLOSURES

1. Governance

The Board recognizes the impact of climate change on operations and oversees related risks and opportunities. It ensures sustainable practices are integrated into the supply chain and monitors environmental performance against climate objectives. Progress of initiatives is regularly reviewed, with stakeholder engagement to refine strategies. Management embeds climate risk controls into production, supported by tracking systems for emissions and resource efficiency. The Group promotes climate awareness among employees, enabling timely reporting and prompt responses to operational impacts.

2. Strategy

The Group assesses climate resilience across its creative, event, and marketing production businesses. Scenario analysis addresses physical risks such as extreme weather disruptions to venues and production facilities, and transition risks from evolving regulations and customer expectations for sustainable practices. Insights guide operational decisions, including energy efficiency in offices and printing sites, adoption of renewable energy, and sustainable sourcing of paper and materials. Continuous monitoring enables timely adaptation, such as waste reduction, recycling initiatives, and partnerships with eco-conscious suppliers. By integrating climate considerations into flagship events like ComplexCon Hong Kong and its marketing production services, the Group enhances resilience, strengthens stakeholder trust, and advances progress toward emissions reduction goals, while continuing to evaluate financial impacts of climate-related risks and opportunities.

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT (CONTINUED)

Risk Type	Risk Description	
Physical Risks	Short-Term	<ul style="list-style-type: none"> • Extreme weather (typhoons, heavy rain) disrupting event schedules, venue safety, and logistics. • Heatwaves increasing cooling demand in offices, event facilities, and printing sites
	Medium-Term	<ul style="list-style-type: none"> • Greater disruption risk for large-scale events like ComplexCon Hong Kong, requiring contingency planning and flexible scheduling • Climate stress on printing equipment and supply chains, impacting resource availability and production continuity
	Long-Term	<ul style="list-style-type: none"> • Chronic heat stress impacting printing facilities and event infrastructure, leading to higher cooling costs, equipment degradation, and reduced operational efficiency
Transition Risks	Short-Term	<ul style="list-style-type: none"> • Stricter local regulations on event waste management and printing emissions, requiring immediate compliance adjustments. • Rising consumer and stakeholder expectations for sustainable event practices and eco-friendly marketing production
	Medium-Term	<ul style="list-style-type: none"> • Structural changes in consumer behaviour, with preference for digital-first, low-impact marketing solutions over resource-heavy production
	Long-Term	<ul style="list-style-type: none"> • Growing demand for low-carbon events and sustainable branding solutions, requiring investment in greener technologies and partnerships

Opportunity	Description
Resilient Operations	Extreme weather and heat stress drive investment in energy-efficient cooling, climate-resilient equipment, and flexible event scheduling — strengthening reliability and reducing long-term costs
Sustainable Production	Regulatory pressure and supply chain stress encourage modernization of marketing production, including renewable energy adoption, sustainable paper sourcing, and recycling — positioning the Group as a leader in eco-conscious printing
Market Differentiation	Shifts in consumer behaviour and rising stakeholder expectations create demand for digital-first, low-carbon solutions. Expanding sustainable event formats and branding services enhances competitiveness and consumer loyalty
Strategic Partnerships	Growing demand for low-carbon events opens opportunities to collaborate with eco-conscious suppliers, venues, and technology providers — reinforcing reputation and sustainability leadership

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT (CONTINUED)

3. Risk Management

1. Assess climate-related risks across operations and supply chains
2. Review supplier emissions and material usage to identify vulnerabilities
3. Conduct scenario analysis to evaluate potential impacts on production
4. Develop action plans based on scenario findings to address challenges

4. Metrics and Targets

Greenhouse gas (GHG) Emission

Emissions of GHG by the Group are mainly contributed by the consumption of electricity and outsourced logistics activities. Apart from the many initiatives mentioned in this report, we employ multiple ways to reduce GHG emission. In terms of transportation, phone and virtual conferences are held where possible to minimise overseas business travel while direct flights are chosen to reduce carbon emission caused by any inevitable business travel. We have also chosen logistics companies with proven track records on sustainable development to reduce our GHG emission.

Given the nature of the Group's business, its daily operations do not involve extensive use of motor vehicles or fuel. Accordingly, the Group has no Scope 1 direct GHG emissions. The Group mainly focuses on indirect GHG emissions, including Scope 2 emissions generated from electricity consumed for operations from the headquarter office, operating entities and branches and other Scope 3 indirect GHG emissions arising from upstream transportation and distribution, business travel and employee commuting in the course of the Group's operations.

Type of GHG Emission (CO2e)	2025 tonnes	2024 tonnes
Scope 1	—	—
Scope 2	62.42	61.6
Scope 3: Category 5	0.35	0.47
Total	62.77	62.07

Notes:

1. For scope 3 calculations, we have adopted average-data methods.
2. GHG calculation calculated based on the general office usage and disposed wastage generate from production.

The Group has introduced qualitative climate-related targets as a foundation for its environmental strategy and to embed sustainability across operations. These priorities include expanding renewable energy use, lowering energy consumption, and reducing waste through efficiency gains and recycling initiatives. Quantitative targets are under development as data collection and reporting systems mature, but the Group remains committed to setting measurable benchmarks. Progress on qualitative goals is tracked through ongoing internal reviews and feedback from stakeholders to ensure alignment with long-term sustainability objectives.

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT (CONTINUED)

SOCIAL RESPONSIBILITY

Employment and Labour Standards

Employees are our valuable asset and one of the important stakeholders. Employment conditions relating to compensation and dismissal, recruitment and promotion, working hours, rest periods, equal opportunity, diversity, anti-discrimination, and other benefits and welfare are set out in the staff handbook.

We strive to provide a pleasant working environment to retain talents. We offer talents with competitive remuneration and benefits, training and appraisal. We support diversity in our staff combination and ensure they are not discriminated on race, age, gender, marital status, religion or belief. We do not force any staff to work overtime and we provide travel allowance and meal allowance for the staff work overtime. We also offer compensation leave for all approved overtime allowance.

We enforce zero tolerance towards child labour and forced labour and strictly follow applicable labour laws in Hong Kong and the Chinese Mainland. Procedures are established to ensure that recruiting process and daily operation are in par with the standard. During the year, we did not identify any issue with child labour and forced labour within the Group.

The number of employees and employee turnover rate of the Group classified by different categories for the year are as follows:

	Total number of employees of the Group		Total number of leave employees		Employee turnover rate (%)	
	2025	2024	2025	2024	2025	2024
Total employees	30	32	9	9	29	28
By employment type						
• Full-time	30	32	9	9	29	28
By gender						
• Male	14	17	5	5	32	29
• Female	16	15	4	4	26	27
By age group						
• 30 or under	10	7	—	2	—	29
• 31–50	12	18	6	6	40	38
• 51 or above	8	7	3	1	40	14
By geographical location						
• The Chinese Mainland	9	8	—	4	—	50
• Hong Kong	21	24	9	5	40	21

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT (CONTINUED)

Health and Safety

Providing a healthy and safe working environment is essential to sustain our operation. We are required to comply with various safety laws and regulations in Hong Kong. Our operations are also subject to occupational health and safety regulations issued by the relevant occupational health and safety authorities in Hong Kong. We have taken measures to promote occupational health awareness and safety at workplace. All employees are provided with needed job information, guidance, training and supervision. We also provide medical insurance to the employees. The work injury rate and work-related fatalities rate of the Group remained at zero. No lost days due to work injury were reported in the reporting period, and no work-related fatalities were reported in the past three years (including the reporting period).

Staff Development and Training

The Group strives to assist employees' development by providing them with opportunities to advance their careers. To this end, we provide orientation for employees to understand our business operation and culture. We also provide our employees, from time to time, with technical and operational on-the-job training, and sponsor our employees to attend external trainings and courses. To allow employees to interact and to strengthen their bonding, we organise recreational activities, such as team building activities and annual dinner. An appraisal system is set up to assess employees' performance based on their contribution, attitude and cooperativeness to the Group. This also provides an opportunity for us to communicate so that we can understand employees' expectations and assist their career development.

The summary of the Group's employee training record during the year is as follows:

	Total percentage of employees trained (%)		Average training hours completed per employee (hours)	
	2025	2024	2025	2024
By gender				
• Male	14	6	0.4	3.5
• Female	31	13	0.9	8.0
By employment type				
• Senior management	3	—	1.3	—
• Other staff	4	11	0.5	6.7

GOVERNANCE

Supply Chain Management

Material and service suppliers are an integral part of our business. Our suppliers and subcontractors include suppliers of papers and other packaging and sourcing materials, logistic service providers, printing companies, photo and video shooting service providers, freelancers for digital marketing production and translators. In order to provide quality, safe and responsible products to the clients, the Group has formulated strict procedures for selecting suppliers and subcontractors to work with. In addition to the selection criteria such as legal operating licenses, good service quality and price, the Group also pays attention to the environmental and social performance of the suppliers. During its selection process for potential suppliers, on-site assessments are carried out. To ensure the operation standard of suppliers are up to our expectation and requirement, the Group will conduct annual evaluation for the suppliers. If a supplier is found violating the agreed responsibilities and operating procedures, the Group will terminate the cooperation with the supplier. During the year 2025, the Group had engaged 103 (2024: 76) suppliers, of which 89.3% (2024: 97.4%) were from Hong Kong and 10.7% (2024: 2.6%) were the Chinese Mainland.

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT (CONTINUED)

Product Responsibility

Client satisfaction and day-to-day quality control are essential to our business. Our project managers take the primary responsibility for day-to-day monitoring of our services in terms of quality and time efficiency in delivery. We keep close contact with our clients to take instructions, report work status and provide advices from time to time. Creative design and other important documents throughout the critical workflow processes are subject to our strict quality control to ensure our work is done in accordance with the standard and the specifications of our clients. To optimise the marketing performance of our digital production services for the achievement of the marketing objectives of the brand owners, we constantly collect feedback from target audiences, monitor public responses and produce evaluation reports for evaluation and fine-tuning purposes.

For projects involving printing, our marketing production team will check the artwork files received from our clients and conduct quality check of colour separation and film output before bulk printing. For all new clients or upon request by our clients, our marketing production team will conduct production monitoring at the production sites of our suppliers. We also closely monitor the product quality delivered by our suppliers.

For projects involving confidential data printing and direct mailing service, we have a strict internal data handling procedures to ensure that the confidentiality of privacy data is protected. All relevant work processes are done on a printer server with no internet access and no removable storage device is allowed to be used throughout the process. All data are encrypted and only relevant project handlers are provided with the unique login identify to access to the data. Project handlers are required to check and confirm the printing sample with our clients before bulk printing and lettershopping. Prior to delivery of the letters for postage, our staff will count the number of letters to ensure it matches with the total number of data recorded. All printed sheets containing confidential data and the relevant records of quality control are required to be destroyed within one month after the project is completed.

To further enhance our overall service quality, any incident of a project would be reported instantly and recorded and shared on our management information system among different teams. A monthly meeting will be held to review any incident being reported and the relevant rectification measures, and make recommendations to improve the working procedures. Minutes of these meetings, together with any improvement proposals, will be passed to the management team for further discussion and approval.

Client satisfaction survey will be automatically sent to our clients through our project management information system "Icicle Hub" randomly to collect clients' feedback for evaluation and improvement.

The Group has established a systematic and efficient mechanism for handling client complaints. Whenever it receives any client complaints about the products, the corresponding staff is required to report to the senior management who will respond immediately and measures are taken to correct and prevent the occurrence of similar events in the future.

During the year, the Group did not recall any products for safety and health reasons and experience any complaint from our clients which had materially and adversely affect our business nor did the Group make any material compensation to our clients.

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT (CONTINUED)

Anti-corruption

The Group is committed to doing business with integrity and will not tolerate any bribery or other misconduct. All employees must comply with related national and local government laws and regulations on prevention of bribery, extortion, fraud and money laundering. All employees not only have responsibility to understand and comply with the above regulations, but also have obligation to report violation to the fit and appropriate person. Whistle blower policies and procedures are in place and disclosed to all employees. Any misconduct can be reported to the Chairperson or Independent Non-Executive Directors, further investigation would then be carried out. The Group strictly complies with the laws and regulations relevant to anti-corruption and there was no incident reported on bribery, extortion, fraud, and money laundering during the year.

To enhance employees' understanding of the Group's internal policies, strengthen their awareness of and compliance with the code of conduct, regular training about anti-bribery and the latest updates of the relevant laws and regulations is taken place every year for all employees as well as directors.

Community Involvement

We care about our community as our business cannot grow without good employees, resources and facilities from the community. We encourage our employees to participate in voluntary work for the benefit of the community. We donate to charitable bodies whom we believe are best place to provide care for those in need. We have made long-term commitments to work with community organisations in Hong Kong. Our partners include Homeless World Cup, Hong Kong Design Centre, PARA|SITE and Design Trust.

In March 2025, the Group successfully introduced Complex Network's iconic pop culture festival ComplexCon to Hong Kong, marking Complex's first-ever ComplexCon Asia Edition. ComplexCon brought its unique expertise in international pop and urban culture to the city's lineup of world-class events during Hong Kong Arts Month. It was highly regarded by the Hong Kong SAR Government and mentioned in the Financial Secretary's Budget as one of the key events of the year. Tens of thousands of international arts and culture enthusiasts and industry practitioners gathered to participate in this thriving cultural scene.

In the coming future, the Group will continue to attach great importance to community services, and will encourage our employees to be actively engaged in voluntary services and join hands together to disseminate the spirit of services in the community where we all depend on.

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT (CONTINUED)

HKEX ESG REPORTING CODE INDEX

Subject Areas, Aspects, General Disclosures and KPIs		Relevant section in the ESG Report	Remarks
A. Environmental			
Aspect A1: Emissions	General Disclosure	Environment	
	Information on:		
	(a) the policies; and		
	(b) compliance with relevant laws and regulations that have a significant impact on the issuer		
	relating to air emissions, discharges into water and land, and generation of hazardous and non-hazardous waste		
KPI A1.1	The types of emissions and respective emissions data	Environment	
KPI A1.3	Total hazardous waste produced (in tonnes) and, where appropriate, intensity (e.g. per unit of production volume, per facility)	—	The Group has not identified any hazardous waste which was produced in our core business
KPI A1.4	Total non-hazardous waste produced (in tonnes) and, where appropriate, intensity (e.g. per unit of production volume, per facility)	Environment	
KPI A1.5	Description of emission target(s) set and steps taken to achieve them	Environment	
KPI A1.6	Description of how hazardous and non-hazardous wastes are handled, and a description of reduction target(s) set and steps taken to achieve them.	Environment	

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT (CONTINUED)

Subject Areas, Aspects, General Disclosures and KPIs		Relevant section in the ESG Report	Remarks
Aspect A2: Use of Resources	General Disclosure Policies on the efficient use of resources, including energy, water and other raw materials	Environment	
	KPI A2.1 Direct and/or indirect energy consumption by type (e.g. electricity, gas or oil) in total (kWh in '000s) and intensity (e.g. per unit of production volume, per facility).	Environment	
	KPI A2.2 Water consumption in total and intensity (e.g. per unit of production volume, per facility)	Environment	
	KPI A2.3 Description of energy use efficiency target(s) set and steps taken to achieve them	Environment	
	KPI A2.4 Description of whether there is any issue in sourcing water that is fit for purpose, water efficiency target(s) set and steps taken to achieve them	—	Irrelevant to the Group's operation
	KPI A2.5 Total packaging material used for finished products (in tonnes) and, if applicable, with reference to per unit produced	Environment	
Aspect A3: The Environment and Natural Resources	General Disclosure Policies on minimising the issuer's significant impact on the environment and natural resources	Environment	
	KPI A3.1 Description of the significant impacts of activities on the environment and natural resources and the actions taken to manage them	—	The Group has not identified any significant impacts of activities on the environmental and natural resources arising from its operation

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT (CONTINUED)

Subject Areas, Aspects, General Disclosures and KPIs		Relevant section in the ESG Report	Remarks
Aspect A4: Climate Change	<p>General Disclosure</p> <p>Policies on identification and mitigation of significant climate-related issues which have impacted, and those which may impact, the issuer.</p>	Climate-related Disclosures	
	<p>KPI A4.1 Description of the significant climate-related issues which have impacted, and those which may impact, the issuer, and the actions taken to manage them.</p>	Climate-related Disclosures	
B. Social Employment and Labour Practices			
Aspect B1: Employment	<p>General Disclosure</p> <p>Information on:</p> <p>(a) the policies; and</p> <p>(b) compliance with relevant laws and regulations that have a significant impact on the issuer</p> <p>relating to compensation and dismissal, recruitment and promotion, working hours, rest periods, equal opportunity, diversity, anti-discrimination, and other benefits and welfare</p> <p>KPI B1.1 Total workforce by gender, employment type (for example, full- or part-time), age group and geographical region</p> <p>KPI B1.2 Employee turnover rate by gender, age group and geographical region</p>	Social Responsibility	

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT (CONTINUED)

Subject Areas, Aspects, General Disclosures and KPIs		Relevant section in the ESG Report	Remarks
Aspect B2: Health and Safety	<p>General Disclosure</p> <p>Information on:</p> <p>(a) the policies; and</p> <p>(b) compliance with relevant laws and regulations that have a significant impact on the issuer relating to providing a safe working environment and protecting employees from occupational hazards</p> <p>KPI B2.1 Number and rate of work-related fatalities occurred in each of the past three years including the reporting year</p> <p>KPI B2.2 Lost days due to work injury</p> <p>KPI B2.3 Description of occupational health and safety measures adopted, and how they are implemented and monitored</p>	Social Responsibility	
Aspect B3: Development and Training	<p>General Disclosure</p> <p>Policies on improving employees' knowledge and skills for discharging duties at work. Description of training activities</p> <p>KPI B3.1 The percentage of employees trained by gender and employee category (e.g. senior management, middle management)</p> <p>KPI B3.2 The average training hours completed per employee by gender and employee category</p>	Social Responsibility	

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT (CONTINUED)

Subject Areas, Aspects, General Disclosures and KPIs		Relevant section in the ESG Report	Remarks
Aspect B4: Labour Standards	<p>General Disclosure</p> <p>Information on:</p> <p>(a) the policies; and</p> <p>(b) compliance with relevant laws and regulations that have a significant impact on the issuer relating to preventing child and forced labour</p> <p>KPI B4.1 Description of measures to review employment practices to avoid child and forced labour</p> <p>KPI B4.2 Description of steps taken to eliminate such practices when discovered</p>	Social Responsibility	
Operating Practices			
Aspect B5: Supply Chain Management	<p>General Disclosure</p> <p>Policies on managing environmental and social risks of the supply chain</p> <p>KPI B5.1 Number of suppliers by geographical region</p> <p>KPI B5.2 Description of practices relating to engaging suppliers, number of suppliers where the practices are being implemented, and how they are implemented and monitored</p> <p>KPI B5.3 Description of practices used to identify environmental and social risks along the supply chain, and how they are implemented and monitored</p>	Governance	

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT (CONTINUED)

Subject Areas, Aspects, General Disclosures and KPIs		Relevant section in the ESG Report	Remarks
	KPI B5.4 Description of practices used to promote environmentally preferable products and services when selecting suppliers, and how they are implemented and monitored		
Aspect B6: Product Responsibility	General Disclosure	Governance	
	Information on:		
	(a) the policies; and		
	(b) compliance with relevant laws and regulations that have a significant impact on the issuer		
	relating to health and safety, advertising, labelling and privacy matters relating to products and services provided and methods of redress		
	KPI B6.1 Percentage of total products sold or shipped subject to recalls for safety and health reasons		
	KPI B6.2 Number of products and service related complaints received and how they are dealt with		
	KPI B6.3 Description of practices relating to observing and protecting intellectual property rights		
	KPI B6.4 Description of quality assurance process and recall procedures		
	KPI B6.5 Description of consumer data protection and privacy policies, and how they are implemented and monitored		

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT (CONTINUED)

Subject Areas, Aspects, General Disclosures and KPIs		Relevant section in the ESG Report	Remarks
Aspect B7: Anti-corruption	<p>General Disclosure</p> <p>Information on:</p> <p>(a) the policies; and</p> <p>(b) compliance with relevant laws and regulations that have a significant impact on the issuer relating to bribery, extortion, fraud and money laundering</p> <p>KPI B7.1 Number of concluded legal cases regarding corrupt practices brought against the issuer or its employees during the reporting period and the outcomes of the cases</p> <p>KPI B7.2 Description of preventive measures and whistle-blowing procedures, and how they are implemented and monitored</p> <p>KPI B7.3 Description of anti-corruption training provided to directors and staff</p>	Governance	
Community	<p>Aspect B8: Community Investment</p> <p>General Disclosure</p> <p>Policies on community engagement to understand the needs of the communities where the issuer operates and to ensure its activities take into consideration the communities' interests</p> <p>KPI B8.1 Focus areas of contribution (e.g. education, environmental concerns, labour needs, health, culture, sport)</p> <p>KPI B8.2 Resources contributed (e.g. money or time) to the focus area</p>	Governance	

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT (CONTINUED)

Subject Areas, Aspects, General Disclosures and KPIs	Relevant section in the ESG Report	Remarks
Part D:		
Climate-related Disclosures		
(I) Governance	Climate-related Disclosures	
(II) Strategy	Climate-related Disclosures	
(III) Risk Management	Climate-related Disclosures	
(IV) Metrics and Targets	Climate-related Disclosures	

INDEPENDENT AUDITOR'S REPORT



Forvis Mazars CPA Limited

富睿瑪澤會計師事務所有限公司

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To the Shareholders of **SV Vision Limited**
(Incorporated in the Cayman Islands with limited liability)

OPINION

We have audited the consolidated financial statements of SV Vision Limited (the "Company") and its subsidiaries (together, the "Group") set out on pages 71 to 139 which comprise the consolidated statement of financial position as at 31 December 2025, and the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including material accounting policy information.

In our opinion, the consolidated financial statements give a true and fair view of the financial position of the Group as at 31 December 2025, and of its financial performance and cash flows for the year then ended in accordance with HKFRS Accounting Standards as issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and have been properly prepared in compliance with the disclosure requirements of the Companies Ordinance.

BASIS FOR OPINION

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSAs") as issued by the HKICPA. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Group in accordance with the HKICPA's *Code of Ethics for Professional Accountants* (the "Code"), as applicable to audits of financial statements of public interest entities, and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

KEY AUDIT MATTERS

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matter	How our audit addressed the Key Audit Matter
<p>Revenue recognition</p> <p><i>Refer to Notes 4.11, 5(i) and 6 to the consolidated financial statements.</i></p> <p>For the year ended 31 December 2025, the Group recognised revenue amounting to approximately HK\$25,939,000 and HK\$66,594,000 from the business of marketing production, and content media and experiential business, respectively.</p> <p>The Group's principal activities are mainly provision of marketing production, and content media and experiential business in Hong Kong and Chinese Mainland. The end products created by the marketing production and content media business provided are unique, specified to each customer and involved high personal preference. The Group also generated revenue from its experiential business by obtaining exclusive rights to utilise the third-party brands for the organisation, promotion and execution of events and activities.</p> <p>The management considers that revenue from marketing production services is recognised when the control of the end products is transferred to the customers. Also, revenue from content media business is recognised when the content media or related services are delivered to customers while revenue from the experiential business is recognised when the event/activity is completed. All the aforesaid revenue are recognised at a point in time. The determination of the revenue recognition requires significant management judgement.</p> <p>We have identified revenue recognition as a key audit matter because the determination of the revenue recognition requires significant management judgement. It is also a key component in the consolidated financial statements.</p>	<p>Our key procedures to assess the matter included:</p> <ul style="list-style-type: none">• Obtaining an understanding of and assessing the design and implementation of the key internal controls over the revenue recognition cycle of the Group;• Performing test of details on revenue transactions on a sample basis to verify the revenue was recognised appropriately, including inspecting agreements with customers to understand the terms of delivery and acceptance of the sales transactions, and checking the contract terms to evaluate the enforceability of the Group's right to payment for performance completed to date;• Inquiring of management for the basis of recognised revenue at a point in time and challenging appropriateness of that basis based on the effect of the contract terms;• Performing cut off test on revenue transactions on a sample basis to verify whether revenue was recognised in appropriate reporting period; and• Performing analytical review on the fluctuation of the revenue when compared with prior reporting period to identify any unusual fluctuation.

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

Key Audit Matter

How our audit addressed the Key Audit Matter

Assessment of allowance for expected credit losses on trade receivables

Refer to Notes 4.5, 5(ii), 21 and 34 (b) to the consolidated financial statements.

As at 31 December 2025, the Group had trade receivables with an aggregate carrying amount of approximately HK\$4,626,000, net of allowances for expected credit losses ("ECLs") of approximately HK\$147,000.

Allowances for ECLs on trade receivables are based on management's estimate of the lifetime ECLs to be incurred and with reference to a valuation performed by an independent and qualified professional valuer (the "Valuer"), which are estimated by taking into account the credit losses experience, ageing of the trade receivables, customers' settlement records, customers' financial status, expected timing and amount of realisation of outstanding balances, and ongoing business relationships with customers. Management also considered forward-looking information that may impact the customers' abilities to repay the outstanding balances in order to estimate the allowances for ECLs on trade receivables.

We have identified assessment of recoverability of trade receivables as a key audit matter because the estimation of lifetime ECL model involved significant management judgement and estimates.

Our key procedures to assess the matter included:

- Obtaining an understanding of the internal control that the Group has designed and implemented to manage and monitor its credit risk;
- Assessing the appropriateness of ECL model by evaluating the assumptions and testing the key data used by management in the model, challenging the assumptions, including both historical and forward-looking information used to determine the ECLs;
- Assessing, on a sample basis, whether items in the trade receivables ageing report were classified within the appropriate ageing bracket by comparing individual items in the report with the relevant financial records;
- Inquiring of management for the status of each of the material outstanding trade receivables as supported by corroborative audit evidence, such as historical credit losses data, on-going business relationship with those customers by taking account of settlement records, contract with those customers, available public information and economic outlook that is relevant to the operations of those customers;
- Evaluating the competence, capabilities and objectivity of the Valuer; and
- Checking the calculation of ECL based on the methodology adopted by the Group and adequacy of the Group's disclosures in relation to credit risk in the consolidated financial statements.

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

OTHER INFORMATION

The directors of the Company are responsible for the other information. The other information comprises the information included in the 2025 annual report of the Company but does not include the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact. We have nothing to report in this regard.

RESPONSIBILITIES OF DIRECTORS AND THOSE CHARGED WITH GOVERNANCE FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The directors of the Company are responsible for the preparation of the consolidated financial statements that give a true and fair view in accordance with HKFRS Accounting Standards as issued by the HKICPA and the disclosure requirements of the Companies Ordinance, and for such internal control as the directors determine is necessary to enable the preparation of the consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the directors of the Company are responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors of the Company either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

Those charge with governance is responsible for overseeing the Group's financial reporting process.

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSA's will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

As part of an audit in accordance with HKSA's, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors of the Company.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the Group as a basis for forming an opinion on the consolidated financial statements. We are responsible for the direction, supervision and review of the audit work performed for purposes of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Forvis Mazars CPA Limited

Certified Public Accountants

Hong Kong, 27 March 2026

The engagement director on the audit resulting in this independent auditor's report is:

Law Lai Ting

Practising Certificate number: P07322

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2025

	Note	2025 HK\$'000	2024 HK\$'000
Revenue	6	92,533	91,494
Other income, gains and losses, net	7	35,713	29,915
Outsourced project costs		(103,541)	(93,958)
Materials and consumables		(1,407)	(2,420)
Depreciation and amortisation expenses		(3,808)	(4,175)
Employee benefits expenses	9	(14,751)	(15,292)
Rental expenses	15	(1,985)	(1,840)
Transportation fee		(2,900)	(3,516)
Other operating expenses		(10,632)	(9,922)
Finance costs	8	(101)	(254)
Loss before income tax	9	(10,879)	(9,968)
Income tax expense	11	—	(365)
Loss for the year		(10,879)	(10,333)
Other comprehensive income			
<i>Item that may be reclassified subsequently to profit or loss:</i>			
— Exchange differences arising on translation of foreign operations		371	156
Other comprehensive income for the year		371	156
Total comprehensive loss for the year		(10,508)	(10,177)
Loss for the year attributable to:			
Owners of the Company		(10,239)	(9,993)
Non-controlling interests	29	(640)	(340)
Loss for the year		(10,879)	(10,333)
Total comprehensive loss for the year attributable to:			
Owners of the Company		(9,883)	(9,833)
Non-controlling interests	29	(625)	(344)
Total comprehensive loss for the year		(10,508)	(10,177)
Loss per share attributable to owners of the Company			
Basic and diluted (HK cents)	13	(2.13)	(2.08)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 December 2025

	Note	2025 HK\$'000	2024 HK\$'000
Non-current assets			
Property, plant and equipment	14	35,737	36,524
Right-of-use assets	15	543	2,766
Intangible assets	16	1,167	32
Goodwill	17	—	—
Designated FVOCI	18	24	24
Deposit	21	280	280
		37,751	39,626
Current assets			
Inventories	19	—	9
Contract costs	20	7,698	8,254
Trade and other receivables, deposits and prepayments	21	8,039	7,388
Cash and bank balances	23	15,639	12,093
		31,376	27,744
Current liabilities			
Trade and other payables and accruals	24	18,287	10,110
Contract liabilities	24	1,196	2,873
Deferred government grants	25	5,000	7,500
Amount due to a non-controlling shareholder of a subsidiary	22	39	39
Tax payable		689	747
Lease liabilities	26	539	2,519
		25,750	23,788
Net current assets		5,626	3,956
Total assets less current liabilities		43,377	43,582
Non-current liability			
Lease liabilities	26	19	315
Net assets		43,358	43,267
CAPITAL AND RESERVES			
Share capital	27	4,800	4,800
Reserves	28	40,893	41,388
Total equity attributable to owners of the Company		45,693	46,188
Non-controlling interests	29	(2,335)	(2,921)
Total equity		43,358	43,267

The consolidated financial statements on pages 71 to 139 were approved and authorised for issue by the Board of Directors on 27 March 2026 and are signed on its behalf by:

Woo Chan Tak Chi Bonnie
Executive Director

Chow Sai Yiu Evan
Non-executive Director

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2025

	Share capital	Share premium	Capital reserve	Translation reserve	Other reserves	Fair value reserve (non-recycling)	Accumulated losses	Total	Non-controlling interests	Total
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
	(Note 27)	(Note 28)	(Note 28)	(Note 28)	(Note 28)	(Note 28)	(Note 28)	(Note 28)	(Note 29)	(Note 29)
Balance as at 1 January 2024	4,800	53,131	11,993	(898)	193	(366)	(12,832)	56,021	(2,577)	53,444
Loss for the year	—	—	—	—	—	—	(9,993)	(9,993)	(340)	(10,333)
Other comprehensive income/(loss):										
Exchange differences arising on translation of foreign operations	—	—	—	160	—	—	—	160	(4)	156
Other comprehensive income/(loss) for the year	—	—	—	160	—	—	—	160	(4)	156
Total comprehensive income/(loss) for the year	—	—	—	160	—	—	(9,993)	(9,833)	(344)	(10,177)
Balance as at 31 December 2024 and 1 January 2025	4,800	53,131	11,993	(738)	193	(366)	(22,825)	46,188	(2,921)	43,267
Loss for the year	—	—	—	—	—	—	(10,239)	(10,239)	(640)	(10,879)
Other comprehensive income: Exchange differences arising on translation of foreign operations	—	—	—	356	—	—	—	356	15	371
Other comprehensive income for the year	—	—	—	356	—	—	—	356	15	371
Total comprehensive income/(loss) for the year	—	—	—	356	—	—	(10,239)	(9,883)	(625)	(10,508)
Transactions with owners: Changes in ownership interests in subsidiaries that do not result in a loss of control	—	—	—	—	9,388	—	—	9,388	1,211	10,599
Total transactions with owners	—	—	—	—	9,388	—	—	9,388	1,211	10,599
At 31 December 2025	4,800	53,131	11,993	(382)	9,581	(366)	(33,064)	45,693	(2,335)	43,358

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2025

	Note	2025 HK\$'000	2024 HK\$'000
Cash flows from operating activities			
Loss before income tax		(10,879)	(9,968)
Adjustments for:			
Amortisation of intangible assets	9	54	105
Depreciation of property, plant and equipment	9	1,234	1,477
Depreciation of right-of-use assets	9	2,520	2,593
Interest income	7	(235)	(168)
Interest on lease liabilities	8	82	164
Interest on other borrowing	8	19	90
Operating loss before working capital changes		(7,205)	(5,707)
Decrease in inventories		9	96
Decrease/(Increase) in contract costs		556	(954)
(Increase)/Decrease in trade and other receivables, deposits and prepayments		(651)	7,888
Increase/(Decrease) in trade and other payables and accruals		8,177	(3,915)
Decrease in deferred government grant		(2,500)	—
Decrease in contract liabilities		(1,677)	(1,466)
Cash used in operations		(3,291)	(4,058)
Income tax paid		(78)	(215)
Net cash used in operating activities		(3,369)	(4,273)
Cash flows from investing activities			
Interest received		235	168
Additions of property, plant and equipment	14	(71)	(1,776)
Additions of intangible assets	16	(1,191)	(34)
Net cash used in investing activities		(1,027)	(1,642)

CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)

For the year ended 31 December 2025

	Note	2025 HK\$'000	2024 HK\$'000
Cash flows from financing activities			
Payment of capital portion of lease liabilities	31	(2,573)	(2,589)
Payment of interest portion of lease liabilities	31	(82)	(164)
Capital injection from non-controlling interests	38	10,599	—
Addition of other borrowing	31	373	6,200
Repayment of other borrowing	31	(373)	(6,200)
Repayment to a non-controlling shareholder of a subsidiary	31	—	(17)
Payment of interest on other borrowing	31	(19)	(90)
Net cash generated from (used in) financing activities		7,925	(2,860)
Net increase/(decrease) in cash and cash equivalents		3,529	(8,775)
Cash and cash equivalents at beginning of the year		12,093	20,514
Effect of foreign exchange rate changes		17	354
Cash and cash equivalents at end of the year		15,639	12,093
Analysis of cash and cash equivalents			
Cash and bank balances		15,639	12,093

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

1. GENERAL INFORMATION

SV Vision Limited (the "Company", collectively with its subsidiaries, the "Group") was incorporated as an exempted company and registered in the Cayman Islands with limited liability under the Companies Act of the Cayman Islands on 20 January 2017. The registered office of the Company is located at Windward 3, Regatta Office Park, PO Box 1350, Grand Cayman KY1-1108, Cayman Islands. The shares of the Company are listed on GEM of The Stock Exchange of Hong Kong Limited (the "Stock Exchange") since 8 December 2017. The Company's principal place of business is located at Unit B, 9th Floor, Safety Godown Industrial Building, 56 Ka Yip Street, Chai Wan, Hong Kong.

The Company is an investment holding company. The principal activities of the Group are provision of marketing production services, content media and experiential business.

Information about principal subsidiaries

As at the reporting date, the Company has direct and indirect interests in the following subsidiaries, all of which are companies with limited liability. The particulars of which are set out as follows:

Name of the subsidiary	Place and date of incorporation/ establishment	Particulars of issued and fully paid-up capital/share capital/ registered capital	Attributable effective equity interest to the		Principal activities and place of operation
			Group as at 31 December 2025	2024	
<i>Directly held:</i>					
SV Vision (BVI) Limited ("SV Vision (BVI)")	The British Virgin Islands (the "BVI") 29 May 2013	United States dollars (US\$) 113 (2024: US\$113)	100%	100%	Investment holding
<i>Indirectly held:</i>					
Icicle Production Company Limited	Hong Kong 23 April 1991	Hong Kong dollars ("HK\$") 1,000,010 (2024: HK\$1,000,010)	100%	100%	Provision of marketing production services in Hong Kong
Icicle Print Management Limited	Hong Kong 8 November 2007	HK\$10 (2024: HK\$10)	100%	100%	Investment holding
Beijing Icicle Brand Management Company Limited (北京冰雪品牌管理有限公司) (Note (i))	Chinese Mainland 31 July 2008	HK\$1,000,000 (2024: HK\$1,000,000)	100%	100%	Provision of brand management and print consulting services in the Chinese Mainland
WB G-Changer Limited ("WomanBoss")	The BVI 2 May 2019	US\$200,002 (2024: US\$200,002)	74.1%	74.1%	Investment holding
Studio SV Limited ("Studio SV") (Note (ii))	Hong Kong 22 May 2017	HK\$45 (2024: HK\$45) (Note (ii))	93.0%	55.6%	Creation, production, licensing original film and TV content, format and intellectual property rights for the global market

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

1. GENERAL INFORMATION (Continued)

Information about principal subsidiaries (Continued)

Name of the subsidiary	Place and date of incorporation/ establishment	Particulars of issued and fully paid-up capital/share capital/ registered capital	Attributable effective equity interest to the Group as at 31 December		Principal activities and place of operation
			2025	2024	
<i>Indirectly held: (Continued)</i>					
SV One LLC (Note (iii))	The USA 17 December 2019	Nil (2024: Nil) (Note (iii))	51.2%	30.6%	Creation, production, licensing original TV content in the USA
SV Two Limited	Hong Kong 15 December 2020	HK\$10,000 (2024: HK\$10,000) (Note (v))	93.0%	100%	Provision of content media business in Hong Kong
Shanghai Qixian Culture Communication Co., Ltd. (上海啟先文化傳播有限公司) (Note (i))	Chinese Mainland 28 April 2021	Renminbi ("RMB") 1,000,000 (2024: RMB1,000,000) (Note (v))	93.0%	100%	Provision of content media business in the Chinese Mainland
8306 Skyline LLC (Note (iv))	The USA 10 May 2022	Nil (2024: Nil) (Note (iv))	100%	100%	USA property holding
SV Two Live (HK) Limited	Hong Kong 23 August 2024	HK\$1 (2024: HK\$1) (Note (v))	93.0%	100%	Provision of content media and experiential business in Hong Kong
All At Once Limited ("AAO")	Cayman Islands 4 February 2025	US\$92.94 (2024: Nil)	93.0%	—	Investment holding
All At Once America LLC	The USA 24 June 2025	Nil (2024: Nil) (Note (iv))	93.0%	—	Dormant

Notes:

- (i) These subsidiaries are wholly-owned foreign enterprises. Their statutory financial statements are not audited by Forvis Mazars CPA Limited or another member firm of the Forvis Mazars Global Network. The official names are in Chinese and the English name of these subsidiaries are translated for identification purpose only.
- (ii) Following the completion of the Capital Injections (as defined in Note (v) below), the Group's effective equity interest in Studio SV decreased from 55.6% to 51.7%. In addition, during the year, AAO entered into an agreement with the non-controlling shareholders of Studio SV to acquire an additional 44.4% equity interest in Studio SV (the "Share Transfer") for a cash consideration of HK\$20. Upon the completion of the Share Transfer, the Group's effective equity interests in Studio SV increased to 93.0% and a loss on the acquisition of further interest in subsidiaries of HK\$2,520,000 was credited to Other reserves accordingly.
- (iii) This subsidiary is a limited liability company registered in California, the USA ("LLC"). LLC is not required to have any amount for its share capital while member of LLC can pre-determine the percentage of ownership before the incorporation of LLC. Following the completion of the Capital Injections (as defined in Note (v) below) and the Share Transfer, the Group's effective equity interests in LLC increased from 30.6% to 51.2%.
- (iv) These subsidiaries are limited liability company and incorporated in Delaware, the USA ("LLC"). LLC is not required to have any amount for its share capital while member of LLC can pre-determine the percentage of ownership before the incorporation of LLC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

1. GENERAL INFORMATION (Continued)

Information about principal subsidiaries (Continued)

Notes: (Continued)

- (v) The AAO originally holds 100% equity interests in these subsidiaries through a declaration of trust entered into with SV Vision (BVI). During the year ended 31 December 2025, the Group entered into an agreement under which 7% of the equity interests in these subsidiaries was deemed to have been disposed of by way of capital injections (the "Capital Injections") totaling US\$1.5 million (equivalent to approximately HK\$10,599,000) made by the independent third parties to AAO. Upon the completion of the Capital Injections in February 2025, and a gain on deemed disposal of partial interests in subsidiaries of approximately HK\$11,908,000 was credited to Other reserves. The Group's interest in these subsidiaries then decreased from 100% to 93%.

2. BASIS OF PREPARATION AND PRESENTATION

The consolidated financial statements have been prepared in accordance with all applicable HKFRS Accounting Standards, which collective term includes all applicable individual Hong Kong Financial Reporting Standards ("HKFRS"), Hong Kong Accounting Standards ("HKASs") and Interpretations issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"). The consolidated financial statements also comply with the applicable disclosure requirements of the Companies Ordinance and the Rules Governing the Listing of Securities on GEM of the Stock Exchange (the "GEM Listing Rules").

The consolidated financial statements have been prepared on historical cost basis, except for financial asset designated at fair value through other comprehensive income ("Designated FVOCI") that is measured at fair value at the end of each reporting period, as explained in the accounting policies set out below. The consolidated financial statements are presented in HK\$, which is also the functional currency of the Company. All values are rounded to the nearest thousand except when otherwise indicated.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using valuation technique. In estimating the fair value of an asset or a liability, the Group takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these consolidated financial statements is determined on such a basis, except for share-based payment transactions that are within the scope of HKFRS 2 Share-based Payment, leasing transactions that are accounted for in accordance with HKFRS 16 Leases, and measurements that have some similarities to fair value but are not fair value, such as net realisable value in HKAS 2 Inventories or value in use in HKAS 36 Impairment of Assets.

It should be noted that accounting estimates and assumptions have been used in preparation of the consolidated financial statements. Although these estimates are based on management's best knowledge and judgement of current events and actions, actual results may ultimately differ from those estimates. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are set out in Note 5 "Significant accounting judgements and estimates".

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

3. APPLICATION OF NEW AND AMENDMENTS TO HKFRS ACCOUNTING STANDARDS

The HKICPA has issued a number of amendments to HKFRS Accounting Standards and had become effective during the year. In preparing the consolidated financial statements, the Group has applied all applicable amendments to HKFRS Accounting Standards issued by the HKICPA, which are effective for the Group's consolidated financial statements for the accounting period beginning on 1 January 2025.

Amendments to HKAS 21 Lack of Exchangeability

The adoption of the amendments does not have any significant impact on the Group's financial performance and financial position for the current or prior years and/or on the disclosures of accounting policy information set out in these consolidated financial statements.

At the date when these consolidated financial statements are authorised for issue, certain new and amended HKFRSs have been issued but are not yet effective, and have not been applied early by the Group.

Amendments to HKFRS 9 and HKFRS 7	Amendments to the Classification and Measurement of Financial Instruments ¹
Annual Improvements to HKFRS Accounting Standards	Volume 11 ¹
Amendments to HKFRS 9 and HKFRS 7	Contracts Referencing Nature-dependent Electricity ¹
HKFRS 18	Presentation and Disclosure in Financial Statements ²
HKFRS 19	Subsidiaries without Public Accountability: Disclosures ²
Amendments to HKAS 21	Translation to Hyperinflationary Presentation Currency ²
Amendments to HKFRS 10 and HKAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture ³

¹ Effective for annual periods beginning on or after 1 January 2026

² Effective for annual periods beginning on or after 1 January 2027

³ The effective date to be determined

The Group has already commenced an assessment of the related impact of adopting the above new and amendments to HKFRS Accounting Standards. So far, it is concluded that the above new and amendments to HKFRS Accounting Standards will be adopted at the respective effective dates and the adoption of them is unlikely to have a significant impact on the consolidated financial position or performance of the Group.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

4.1 Basis of consolidation and subsidiaries

The consolidated financial statements incorporate the financial statements of the Company and its subsidiaries comprising the Group for the reporting periods.

A subsidiary is an investee over which the Company is able to exercise control. The Company controls an investee if all three of the following elements are present: power over the investee; exposure, or rights, to variable returns from the investee; and the ability to use its power to affect those variable returns. Control is reassessed whenever facts and circumstances indicate that there may be a change in any of these elements of control.

Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Specifically, income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated statement of profit or loss and other comprehensive income from the date the Group gains control until the date when the Group ceases to control the subsidiary.

Intra-group transactions, balances and unrealised gains on transactions between group companies are eliminated in preparing the consolidated financial statements. Where unrealised losses on intra-group asset sales are reversed on consolidation, the underlying asset is also tested for impairment from the Group's perspective. Amounts reported in the financial statements of subsidiaries have been adjusted where necessary to ensure consistency with the accounting policies adopted by the Group.

Profit or loss and each component of other comprehensive income are attributed to owners of the Company and to the non-controlling interest, even if this results in the non-controlling interest having a deficit balance.

Non-controlling interests in subsidiaries are presented separately from the Group's equity therein, which represent present ownership interests entitling their holders to a proportionate share of net assets of the relevant subsidiaries upon liquidation.

Changes in the Group's interests in existing subsidiaries

Changes in the Group's interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the Group's relevant components of equity and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries, including re-attribution of relevant reserves between the Group and the non-controlling interests according to the Group's and the non-controlling interests' proportionate interests.

Any difference between the amount by which the non-controlling interest are adjusted, and the fair value of the consideration paid or received is recognised directly in equity and attributed to owners of the Company.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.2 Business combination and goodwill

The acquisition method is used to account for the acquisition of a subsidiary in a business combination. The cost of acquisition is measured at the acquisition-date fair value of the assets given, equity instruments issued, liabilities incurred. Acquisition-related costs are recognised as expenses in the periods in which the costs are incurred and the services are received. Identifiable assets and liabilities of the subsidiary in the acquisition are measured at their fair values at the acquisition date.

The excess of the cost of acquisition over the Company's share of the net fair value of the subsidiary's identifiable assets and liabilities is recorded as goodwill. Any excess of the Company's share of the net fair value of the identifiable assets and liabilities over the cost of acquisition is recognised in profit or loss as a gain on bargain purchase which is attributed to the Company.

Goodwill is tested annually for impairment or more frequently if events or changes in circumstances indicate that it might be impaired. Goodwill is measured at cost less accumulated impairment losses. Impairment losses of goodwill are recognised in profit or loss and are not subsequently reversed. Goodwill is allocated to cash-generating units that are expected to benefit from the synergies of the acquisition for the purpose of impairment testing.

For goodwill arising on an acquisition in a reporting period, the cash-generating unit to which goodwill has been allocated is tested for impairment before the end of that reporting period. If the recoverable amount is less than its carrying amount, the impairment loss is allocated first to reduce the carrying amount of any goodwill and then to the other assets on a pro-rata basis based on the carrying amount of each asset in the unit.

The non-controlling interests in the subsidiary are initially measured at their acquisition-date fair value or at the non-controlling shareholders' proportionate share of the recognised amounts of the subsidiary's identifiable assets and liabilities at the acquisition date.

4.3 Property, plant and equipment

Freehold land is not depreciated and stated at cost less accumulated impairment losses. All other property, plant and equipment are stated at cost, less accumulated depreciation and accumulated impairment losses, if any.

The cost of an item of property, plant and equipment comprises its purchase price and any directly attributable cost of bringing the asset to its working condition and location for its intended use.

Depreciation is provided on the straight-line method, based on the estimated economic useful life of the individual asset, as follows:

Freehold land	No depreciation
Building	30 years
Leasehold improvements	3 years, or over the term of the leases if shorter
Plant and machinery	3 years
Furniture, fixtures and office equipment	3 years to 20 years

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.3 Property, plant and equipment (Continued)

An item of property, plant and equipment including any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss on disposal or retirement recognised in profit or loss in the year when the asset is derecognised is the difference between the net sales proceeds and the carrying amount of the relevant asset.

4.4 Intangible assets

Intangible assets acquired separately and with finite useful lives are carried at costs less accumulated amortisation and accumulated impairment losses, if any. Amortisation for intangible assets with finite useful lives is provided on a straight-line basis over their estimated useful lives. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at each financial year end.

The amount initially recognised for an internally-generated intangible asset is the sum of the expenditure incurred from the date when the intangible asset first meets the recognition criteria. Where no internally-generated intangible asset can be recognised, development expenditure is charged to profit or loss as an expense in the period in which it is incurred.

Subsequent to initial recognition, internally-generated intangible assets are measured at cost less accumulated amortisation and accumulated impairment losses (if any), on the same basis as intangible assets that are acquired separately.

Gains or losses arising from derecognition of an intangible asset are measured at the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in profit or loss when the asset is derecognised.

4.5 Financial instruments — initial recognition and subsequent measurement

Financial instruments

Financial assets and financial liabilities are recognised when a group entity becomes a party to the contractual provisions of the instrument.

Financial assets and financial liabilities are initially measured at fair value except for trade receivables arising from contracts with customers which are initially measured in accordance with HKFRS 15. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets or financial liabilities at FVTPL) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at FVTPL are recognised immediately in profit or loss.

The effective interest method is a method of calculating the amortised cost of a financial asset or financial liability and of allocating interest income and interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts and payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial asset or financial liability, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.5 Financial instruments — initial recognition and subsequent measurement (Continued)

Financial assets

Classification and subsequent measurement of financial assets

HKFRS 9 categorises financial assets into three principal classification categories: measured at amortised cost, at fair value through other comprehensive income (“FVOCI”) and at FVTPL. The classification of financial assets under HKFRS 9 is based on the business model under which the financial asset is managed and its contractual cash flow characteristics.

Financial assets that meet the following conditions are subsequently measured at amortised cost:

- the financial asset is held within a business model whose objective is to collect contractual cash flows; and
- the contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets that meet the following conditions are subsequently measured at FVOCI:

- the financial asset is held within a business model whose objective is achieved by both selling and collecting contractual cash flows; and
- the contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

All other financial assets are subsequently measured at FVTPL, except that at the date of initial recognition of a financial asset the Group may irrevocably elect to present subsequent changes in fair value of an equity investment in other comprehensive income if that equity investment is neither held for trading nor contingent consideration recognised by an acquirer in a business combination to which HKFRS 3 (Revised) Business Combinations applies.

A financial asset is classified as held for trading if:

- it has been acquired principally for the purpose of selling in the near term;
- on initial recognition it is a part of a portfolio of identified financial instruments that the Group manages together and has a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective hedging instrument.

In addition, the Group may irrevocably designate a financial asset that is required to be measured at amortised cost or FVOCI as measured at FVTPL if doing so eliminates or significantly reduces an accounting mismatch.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.5 Financial instruments — initial recognition and subsequent measurement (Continued)

Financial assets (Continued)

Classification and subsequent measurement of financial assets (Continued)

(i) Amortised cost and interest income

Interest income is recognised using the effective interest method for financial assets measured subsequently at amortised cost. Interest income is calculated by applying the effective interest rate to the gross carrying amount of a financial asset, except for financial assets that have subsequently become credit-impaired (see below). For financial assets that have subsequently become credit-impaired, interest income is recognised by applying the effective interest rate to the amortised cost of the financial asset from the next reporting period. If the credit risk on the credit-impaired financial instrument improves so that the financial asset is no longer credit-impaired, interest income is recognised by applying the effective interest rate to the gross carrying amount of the financial asset from the beginning of the reporting period following the determination that the asset is no longer credit-impaired.

(ii) Financial assets designated at FVOCI

Upon initial recognition, the Group may make an irrevocable election to present subsequent changes in the fair value of an investment in an equity instrument that is neither held for trading nor contingent consideration recognised by an acquirer in a business combination to which HKFRS 3 applies in other comprehensive income. The classification is determined on an instrument-by-instrument basis.

These equity investments are subsequently measured at fair value and are not subject to impairment. Dividends are recognised in profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other gains or losses are recognised in other comprehensive income and shall not be subsequently reclassified to profit or loss.

Impairment of financial assets

The Group performs impairment assessment under expected credit loss (“ECL”) model on financial assets measured at amortised cost (including bank balances, trade and other receivables and deposits and amounts due from a controlling shareholder and related companies). The amount of ECL is updated at each reporting date to reflect changes in credit risk since initial recognition.

Lifetime ECL represents the ECL that will result from all possible default events over the expected life of the relevant instrument. In contrast, 12-month ECL (“12m ECL”) represents the portion of lifetime ECL that is expected to result from default events that are possible within 12 months after the reporting date. Assessment is done based on the Group’s historical credit loss experience, adjusted for factors that are specific to the debtors, general economic conditions and an assessment of both the current conditions at the reporting date as well as the forecast of future conditions.

Allowances for ECLs on trade receivables are based on the management’s estimate of the lifetime ECLs to be incurred, which are estimated by taking into account the credit losses experience, ageing of the trade receivables, customers’ settlement records, customers’ financial status and ongoing business relationships with customers. Management also considered forward-looking information that may impact the customers’ abilities to repay the outstanding balances in order to estimate the allowances for ECLs on trade receivables.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.5 Financial instruments — initial recognition and subsequent measurement (Continued)

Financial assets (Continued)

Impairment of financial assets (Continued)

For all other financial instruments, the Group recognises loss allowances equal to 12m ECLs unless there has been a significant increase in credit risk of the financial instrument since initial recognition, in which case the loss allowance is measured at an amount equal to lifetime ECLs.

(i) Significant increase in credit risk

In assessing whether the credit risk has increased significantly since initial recognition, the Group compares the risk of a default occurring on the financial instrument as at the reporting date with the risk of a default occurring on the financial instrument as at the date of initial recognition. In making this assessment, the Group considers both quantitative and qualitative information that is reasonable and supportable, including historical experience and forward-looking information that is available without undue cost or effort.

In particular, the following information is taken into account when assessing whether credit risk has increased significantly:

- an actual or expected significant deterioration in the financial instrument's external (if available) or internal credit rating;
- significant deterioration in external market indicators of credit risk, e.g. a significant increase in the credit spread, the credit default swap prices for the debtor;
- existing or forecast adverse changes in business, financial or economic conditions that are expected to cause a significant decrease in the debtor's ability to meet its debt obligations;
- an actual or expected significant deterioration in the operating results of the debtor;
- an actual or expected significant adverse change in the regulatory, economic, or technological environment of the debtor that results in a significant decrease in the debtor's ability to meet its debt obligations; and
- past due information.

Irrespective of the outcome of the above assessment, the Group presumes that the credit risk has increased significantly since initial recognition when contractual payments are more than 30 days past due, unless the Group has reasonable and supportable information that demonstrates otherwise.

Despite the foregoing, the Group assumes that the credit risk on a debt instrument has not increased significantly since initial recognition if the debt instrument is determined to have low credit risk at the reporting date. A debt instrument is determined to have low credit risk if (i) it has a low risk of default, (ii) the borrower has a strong capacity to meet its contractual cash flow obligations in the near term and (iii) adverse changes in economic and business conditions in the longer term may, but will not necessarily, reduce the ability of the borrower to fulfil its contractual cash flow obligations. The Group considers a debt instrument to have low credit risk when it has an internal or external credit rating of 'investment grade' as per globally understood definitions.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.5 Financial instruments — initial recognition and subsequent measurement (Continued)

Financial assets (Continued)

Impairment of financial assets (Continued)

(ii) Definition of default

For internal credit risk management, the Group considers an event of default occurs when information developed internally or obtained from external sources indicates that the debtor is unlikely to repay, including the Group, in full (without taking into account any collaterals held by the Group).

Irrespective of the above, the Group considers that default has occurred when a financial asset is more than 90 days past due unless the Group has reasonable and supportable information to demonstrate that a more lagging default criterion is more appropriate.

(iii) Credit-impaired financial assets

At the end of each reporting period, the Group assesses whether a financial asset is credit-impaired. A financial asset is credit-impaired when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

Evidence that a financial asset is credit-impaired includes the following observable events:

- significant financial difficulties of the debtor;
- a breach of contract, such as a default or delinquency in interest or principal payments;
- it becoming probable that the debtor will enter into bankruptcy or other financial reorganisation;
- significant changes in the technological, market, economic or legal environment that have an adverse effect on the debtor; and
- the disappearance of an active market for a security because of financial difficulties of the issuer.

(iv) Write-off policy

The gross carrying amount of a financial asset is written off (either partially or in full) to the extent that there is no realistic prospect of recovery. This is generally the case when the Group determines that the debtor does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subject to the write-off. Subsequent recoveries of an asset that was previously written off are recognised as a reversal of impairment in profit or loss in the period in which the recovery occurs. Financial assets written off may still be subject to enforcement activities under the Group's recovery procedures, taking into account legal advice where appropriate. A write-off constitutes a derecognition event. Any subsequent recoveries are recognised in profit or loss.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.5 Financial instruments — initial recognition and subsequent measurement (Continued)

Financial assets (Continued)

Impairment of financial assets (Continued)

(v) Measurement and recognition of ECL

The measurement of ECL is a function of the probability of default, loss given default (i.e. the magnitude of the loss if there is a default) and the exposure at default. The assessment of the probability of default and loss given default is based on historical data and forward-looking information. Estimation of ECL reflects an unbiased and probability-weighted amount that is determined with the respective risks of default occurring as the weights.

Generally, the ECL is the difference between all contractual cash flows that are due to the Group in accordance with the contract and the cash flows that the Group expects to receive, discounted at the effective interest rate determined at initial recognition.

Where ECL is measured on a collective basis or cater for cases where evidence at the individual instrument level may not yet be available, the financial instruments are grouped on the following basis:

- Nature of financial instruments (i.e. the Group's trade receivables, are each assessed as a separate group. Other receivables, deposits and amounts due from controlling shareholder and related companies are assessed for ECL on an individual basis);
- Past-due status;
- Nature, size and industry of debtors; and
- External credit ratings where available.

The grouping is regularly reviewed by management to ensure the constituents of each group continue to share similar credit risk characteristics.

The Group recognises the ECL in profit or loss for all financial instruments by adjusting their carrying amount, with the exception of trade receivables where the corresponding adjustment is recognised through a loss allowance account.

Derecognition of financial assets

A financial asset is primarily derecognised when the rights to receive cash flows from the asset have expired. On derecognition of a financial asset measured at amortised cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in profit or loss.

Financial liabilities and equity

Classification as debt or equity

Debt and equity instruments are classified as either financial liabilities or equity instrument in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.5 Financial instruments — initial recognition and subsequent measurement (Continued)

Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recognised at the proceeds received, net of direct issue costs.

Financial liabilities

The Group's financial liabilities, include trade and other payables and accruals, lease liabilities and a non-controlling shareholder of a subsidiary, are subsequently measured at amortised cost using the effective interest method.

Financial liabilities are derecognised when the obligation specified in the contract is discharged or cancelled, or expires. On derecognition of a financial liability measured at amortised cost, the difference between the liability's carrying amount and the sum of the consideration paid and payable is recognised in profit or loss.

4.6 Impairment of non-financial assets (other than goodwill)

At the end of the reporting period, the Group reviews the carrying amounts of its property, plant and equipment, right-of-use assets, intangible assets with finite useful lives to determine whether there is any indication that these assets have suffered an impairment loss. Where an indication of impairment exists (other than inventories), the recoverable amount of the asset is estimated. An asset's recoverable amount is the higher of the value in use of the asset or cash-generating unit to which it belongs and its fair value less costs of disposal, and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets, in which case the recoverable amount is determined for the cash-generating unit to which the asset belongs.

In allocating the impairment loss, the impairment loss is allocated first to reduce the carrying amount of any goodwill (if applicable) and then to the other assets on a pro-rata basis based on the carrying amount of each asset in the unit or the group of cash-generating units. The carrying amount of an asset is not reduced below the highest of its fair value less costs of disposal (if measurable), its value in use (if determinable) and zero. The amount of the impairment loss that would otherwise have been allocated to the asset is allocated pro rata to the other assets of the unit or the group of cash-generating units. An impairment loss is recognised immediately in profit or loss.

An impairment loss is recognised in profit or loss whenever the carrying amount of an asset, or the cash-generating unit to which it belongs, exceeds its recoverable amount. The impairment loss is reversed if there has been a favourable change in the estimates used to determine the recoverable amount. A reversal of the impairment loss is limited to the asset's carrying amount that would have been determined had no impairment loss been recognised in prior years. The reversal of the impairment loss is credited to profit or loss in the year in which it arises.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.7 Leases

Definition of a lease

A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

For contracts entered into or modified or arising from business combinations, the Group assesses whether a contract is or contains a lease based on the definition under HKFRS 16 at inception, modification date or acquisition date, as appropriate. Such contract will not be reassessed unless the terms and conditions of the contract are subsequently changed.

The Group as a lessee

The Group also applies practical expedient not to separate non-lease components from lease component, and instead account for the lease component and any associated non-lease components as a single lease component.

Short-term leases

The Group applies the short-term lease recognition exemption to leases of an office and a warehouse that have a lease term of 12 months or less from the commencement date and do not contain a purchase option. Lease payments on short-term leases are recognised as expense on a straight-line basis or another systematic basis over the lease term.

Right-of-use assets

The cost of right-of-use asset includes:

- the amount of the initial measurement of the lease liability;
- any lease payments made at or before the commencement date, less any lease incentives received;
- any initial direct costs incurred by the Group; and
- an estimate of costs to be incurred by the Group in dismantling and removing the underlying assets, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease.

Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities.

Right-of-use assets in which the Group is reasonably certain to obtain ownership of the underlying leased assets at the end of the lease term are depreciated from commencement date to the end of the useful life. Otherwise, right-of-use assets are depreciated on a straight-line basis over the shorter of its estimated useful life and the lease term.

The Group presents right-of-use assets as a separate line item on the consolidated statement of financial position.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.7 Leases (Continued)

Refundable rental deposits

Refundable rental deposits paid are accounted under HKFRS 9 and initially measured at fair value. Adjustments to fair value at initial recognition are considered as additional lease payments and included in the cost of right-of-use assets.

Lease liabilities

At the commencement date of a lease, the Group recognises and measures the lease liability at the present value of lease payments that are unpaid at that date. In calculating the present value of lease payments, the Group uses the incremental borrowing rate at the lease commencement date if the interest rate implicit in the lease is not readily determinable.

The lease payments include:

- fixed payments (including in-substance fixed payments) less any lease incentives receivable;
- variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;
- amounts expected to be payable by the Group under residual value guarantees;
- the exercise price of a purchase option if the Group is reasonably certain to exercise the option; and
- payments of penalties for terminating a lease, if the lease term reflects the Group exercising an option to terminate the lease.

After the commencement date, lease liabilities are adjusted by interest accretion and lease payments.

The Group remeasures lease liabilities (and makes a corresponding adjustment to the related right-of-use assets) whenever:

- the lease term has changed or there is a change in the assessment of exercise of a purchase option, in which case the related lease liability is remeasured by discounting the revised lease payments using a revised discount rate at the date of reassessment.
- the lease payments change due to changes in market rental rates following a market rent review in which cases the related lease liability is remeasured by discounting the revised lease payments using the initial discount rate.

The Group presents lease liabilities as a separate line item on the consolidated statement of financial position.

A lessee applying the practical expedient accounts for changes in lease payments resulting from rent concessions the same way it would account for the changes applying HKFRS 16 if the changes are not a lease modification. Forgiveness or waiver of lease payments are accounted for as variable lease payments. The related lease liabilities are adjusted to reflect the amounts forgiven or waived with a corresponding adjustment recognised in the profit or loss in the period in which the event occurs.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.8 Cash and cash equivalents

Cash and cash equivalents comprise cash and bank balances which are readily convertible into known amounts of cash, are subject to an insignificant risk of changes in value, and have a short maturity of generally within three months when acquired.

4.9 Inventories

Inventories, which consist of accessories and lifestyle products, are stated at the lower of cost and net realisable value. Cost is determined using first-in, first-out basis and includes all costs of purchase and other costs incurred in bringing the inventories to their present location and condition.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

When inventories are sold, the carrying amount of those inventories is recognised as an expense in the period in which the related revenue is recognised. The amount of any write-down of inventories to net realisable value and all losses of inventories are recognised as an expense in the period the write-down or loss occurs. The amount of any reversal of any write-down of inventories is recognised as a reduction in the amount of inventories recognised as an expense in the period in which the reversal occurs.

4.10 Contract costs

Contract costs are costs (other than those that are accounted for as property, plant and equipment) to fulfil contracts with customers. Capitalised contract costs are stated at cost less accumulated amortisation and impairment losses.

The costs to fulfil contracts are capitalised if the costs relate directly to an existing contract or to a specifically identifiable anticipated contract, generate or enhance resources that will be used to provide goods or services in the future, and are expected to be recovered. Other costs of fulfilling a contract, which are not capitalised as inventory, property, plant and equipment or intangible assets, are expensed as incurred. The costs are amortised on a systematic basis that is consistent with the transfer to the customer of the goods or services under the specific existing and anticipated contracts to which the costs relate.

An impairment loss is recognised in profit or loss to the extent that the carrying amount of the asset exceeds (a) the remaining amount of consideration that the Group expects to receive in exchange for the goods or services to which the asset relates; less (b) the costs that relate directly to providing those goods or services and that have not been recognised as expenses. A reversal of impairment loss is recognised in profit or loss when the impairment conditions no longer exist or have improved provided the increased carrying amount of the asset shall not exceed the amount that would have been determined if no impairment loss had been recognised previously.

4.11 Revenue recognition

Under HKFRS 15, the Group recognises revenue when (or as) a performance obligation is satisfied, i. e. when "control" of the goods or services underlying the particular performance obligation is transferred to the customer.

A performance obligation represents a good or service (or a bundle of goods or services) that is distinct or a series of distinct goods or services that are substantially the same.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.11 Revenue recognition (Continued)

Control is transferred over time and revenue is recognised over time by reference to the progress towards complete satisfaction of the relevant performance obligation if one of the following criteria is met:

- the customer simultaneously receives and consumes the benefits provided by the Group's performance as the Group performs;
- the Group's performance creates or enhances an asset (for example, work in progress) that the customer controls as the asset is created or enhanced; or
- the Group's performance does not create an asset with an alternative use to the Group and the Group has an enforceable right to payment for performance completed to date.

Otherwise, revenue is recognised at a point in time when the customer obtains control of the distinct good or service.

A contract asset represents the Group's right to consideration in exchange for goods or services that the Group has transferred to a customer that is not yet unconditional. It is assessed for impairment in accordance with HKFRS 9. In contrast, a receivable represents the Group's unconditional right to consideration, i. e. only the passage of time is required before payment of that consideration is due.

A contract liability represents the Group's obligation to transfer goods or services to a customer for which the Group has received consideration (or an amount of consideration is due) from the customer.

A contract asset and a contract liability relating to the same contract are accounted for and presented on a net basis.

The control of the good or service is passed to customers when it is delivered to them. Thus, the Group satisfies a performance obligation and recognises revenue when the distinct good or service is delivered to the customers.

The timing of revenue recognition of the performance obligation is recognised at point in time as they do not meet any of the three situations identified under HKFRS 15 for revenue recognition over time.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.11 Revenue recognition (Continued)

Further details of the Group's revenue and other income recognition policies are as follows:

Revenue from contract with customers

(i) *Revenue from provision of marketing production services*

Revenue is recognised when the control of the end products is transferred to the customers. The Group does not have an enforceable right to payment for performance completed to date.

(ii) *Income from content media and experiential business*

Content media business

Income from content media business is recognised to profit or loss at the point when the content media or related services are delivered to customers. The Group does not have an enforceable right to payment for performance completed to date.

Experiential business

The Group has obtained the exclusive rights to utilise third-party owned brand to generate revenue through organising, promoting and running events/activities. As the Group takes primary responsibility for organising, promoting and running the events/activities, it considers itself as a principal in such arrangements. Accordingly, revenue is recognised at the point when the event/activity is completed, and on a gross basis, which is the amount that reflects the consideration to which the Group expects to be entitled in exchange for transferring the promised service to customers.

Revenue from other source

Interest income

Interest income is accrued on a time basis on the principal outstanding at the applicable interest rate.

4.12 Income taxes

Income tax represents the sum of current and deferred tax.

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period, taking into consideration interpretations and practices prevailing in the countries in which the group entity operates.

Deferred tax is provided, using the liability method, on all temporary differences at the end of the reporting period between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.12 Income taxes (Continued)

Deferred tax liabilities are recognised for all taxable temporary differences, except:

- when the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss and does not give rise to equal taxable and deductible temporary differences is not recognised; and
- in respect of taxable temporary differences associated with investment in a subsidiary, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which deductible temporary differences, the carry forward of unused tax credits and unused tax losses can be utilised, except:

- when the deferred tax asset relating to the deductible temporary differences arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss and does not give rise to equal taxable and deductible temporary differences is not recognised; and
- in respect of deductible temporary differences associated with investment in a subsidiary, deferred tax assets are only recognised to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are reassessed at the end of each reporting period and are recognised to the extent that it has become probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be recovered.

Deferred tax is calculated, without discounting, at the tax rates that are expected to apply in the period when the asset is realised or the liability is settled, based on the tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax assets and liabilities are offset when they relate to income taxes levied by the same taxation authority and the Group intends to settle its current tax assets and liabilities on a net basis.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.13 Foreign currency translation

Each entity in the Group determines its own functional currency and items included in the financial statements of each entity are measured using that functional currency. Foreign currency transactions are initially recorded using the functional currency rates ruling at the date of the transactions. Monetary assets and liabilities denominated in foreign currencies are retranslated at the functional currency rates of exchange ruling at the end of the reporting period. Differences arising on settlement or translation of monetary items are recognised in the profit or loss with the exception of monetary items that are designated as part of the hedge of the Group's net investment of a foreign operation. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. The gain or loss arising on translation of a non-monetary item measured at fair value is treated in line with the recognition of the gain or loss on change in fair value of the item. The functional currencies of certain overseas subsidiaries are currencies other than HK\$.

As at the end of the reporting period, the assets and liabilities of these entities are translated into the presentation currency of the Company at the exchange rates ruling at the end of the reporting period, and their income and expense items are translated into HK\$ at the weighted average exchange rates for the year.

The resulting exchange differences are recorded in other comprehensive income and the cumulative balance is included in translation reserve in the consolidated statement of changes in equity.

For the purpose of the consolidated statement of cash flows, the cash flows of overseas subsidiaries are translated into HK\$ at the exchange rates ruling at the dates of the cash flows. Frequently recurring cash flows of overseas subsidiaries which arise throughout the year are translated into HK\$ at the weighted average exchange rates for the year.

4.14 Employee benefits

(i) Short-term employee benefits

Salaries, annual bonuses, paid annual leave and the cost of non-monetary benefits are accrued in the year in which the associated services are rendered by employees.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.14 Employee benefits (Continued)

(ii) Defined contribution retirement plan obligations

The Group operates a defined contribution Mandatory Provident Fund retirement benefit scheme (the "MPF Scheme") under the Mandatory Provident Fund Schemes Ordinance for all of its employees in Hong Kong. Contributions are made based on a percentage of the employees' basic salaries and are charged to profit or loss as they become payable in accordance with the rules of the MPF Scheme. The assets of the MPF Scheme are held separately from those of the Group in an independently administered fund.

The employees of the subsidiary within the Group which operates in the Chinese Mainland (excluding Hong Kong, Taiwan and Macau) are required to participate in the central pension scheme operated by the local municipal government. The Chinese Mainland subsidiary is required to contribute a percentage of their payroll costs to the central pension scheme as specified by the local municipal government. The contributions are charged to profit or loss as they become payable in accordance with the rules of the central pension scheme.

There were no forfeited contributions utilised by the Group to reduce existing level of contributions for each of the years.

(iii) Employee long service payment

The provision for long service payment is provided based on the employees' basic salaries and their respective length of service in accordance with the applicable rules and regulations in their respective countries of employment.

4.15 Provisions and contingent liabilities

Provisions are recognised for liabilities of uncertain timing or amount when the Group has a legal or constructive obligation arising as a result of a past event, which will probably result in an outflow of economic benefits that can be reasonably estimated.

When it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote. Possible obligations, the existence of which will only be confirmed by the occurrence or non-occurrence of one or more future events, are also disclosed as contingent liabilities unless the probability of outflow of economic benefits is remote.

4.16 Borrowing costs

All borrowing costs are charged to profit or loss in the period in which they are incurred.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.17 Government grants

Grants from the government are recognised at their fair value where there is a reasonable assurance that the grant will be received and the Group will comply with all attached conditions. Government grants are deferred and recognised in profit or loss over the period necessary to match them with the costs that the grants are intended to compensate.

Government grants relating to income is presented in gross under "other income, gains and losses, net" in the consolidated statement of profit or loss and other comprehensive income.

4.18 Related parties

- (a) A person, or a close member of that person's family, is related to the Group if that person:
 - (i) has control or joint control over the Group;
 - (ii) has significant influence over the Group; or
 - (iii) is a member of key management personnel of the Group or the parent of the Company;
- (b) An entity is related to the Group if any of the following conditions applies:
 - (i) the entity and the Group are members of the same group;
 - (ii) one entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member);
 - (iii) both entities are joint ventures of the same third party;
 - (iv) one entity is a joint venture of a third entity and the other entity is an associate of the third entity;
 - (v) the entity is a post-employment benefit plan for the benefit of employees of either the Group or an entity related to the Group;
 - (vi) the entity is controlled or jointly controlled by a person identified in (a);
 - (vii) a person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity); and
 - (viii) the entity, or any member of a group of which it is a part, provides key management personnel services to the Group or to the parent of the Company.

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.19 Fair value measurement

The Group measures its debt investment at fair value at the end of each reporting period. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either in the principal market for the asset or liability, or in the absence of a principal market, in the most advantageous market for the asset or liability. The principal or the most advantageous market must be accessible by the Group. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

For financial instruments which are transacted at fair value and a valuation technique that unobservable inputs is to be used to measure fair value in subsequent periods, the valuation technique is calibrated so that at initial recognition the results of the valuation technique equals the transaction price.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 — based on quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 — based on valuation techniques for which the lowest level input that is significant to the fair value measurement is observable, either directly or indirectly; and
- Level 3 — based on valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by reassessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

4.20 Segment reporting

The Group identifies operating segments and prepares segment information based on the regular internal financial information reported to the executive director of the Company, being the chief operating decision maker, for her decisions about resources allocation to the Group's business components and for their review of the performance of those components. The business components in the internal financial information reported to the executive director of the Company are determined following the Group's major operations.

The measurement policies of the Group use for reporting segment results under HKFRS 8 Operating Segments are the same as those used in its financial statements prepared under HKFRS Accounting Standards.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

5. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES

The preparation of the consolidated financial statements requires the directors of the Company to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The following items are the key judgements that the directors of the Company have made in the process of applying the Group's accounting policy, and that have the most significant effect on the amounts recognised in the consolidated financial statements; and the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

(i) Revenue recognition for marketing production, content media and experiential business

The principal activities of the Group are mainly provision of marketing production services, content media and experiential business for the production of branding materials and contents and setting exhibition booths or other decoration facilities gearing towards connecting the consumer markets to the brands. The services encompass a wide spectrum of coverage, including concept development, art and design, design engineering, sourcing, production, quality control, overall project management and consultancy services.

The end products created by the marketing production and content media business provided are unique, specified to each customer and involved high personal preference. The directors of the Company consider that revenue from marketing production services is recognised when the control of the end products is transferred to the customers. Also, revenue from content media business is recognised when the content media or related services are delivered to customers while revenue from the experiential business is recognised when the event/activity is completed. All the aforesaid revenues are recognised at a point of time. The determination of the revenue recognition requires significant management judgement. The Group's performance does not create an asset with an alternative use to the Group and the Group does not have an enforceable right to payment for performance completed to date.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

5. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES (Continued)

(ii) Allowance for ECLs on trade receivables

The Group estimates the allowances for trade receivables by assessing the ECLs. This requires the use of estimates and judgements. Allowances for ECLs on trade receivables are based on the management's estimate of the lifetime ECLs to be incurred, which are estimated by taking into account the credit losses experience, ageing of the trade receivables, customers' settlement records, customers' financial status and ongoing business relationships with customers. Management also considered forward-looking information that may impact the customers' abilities to repay the outstanding balances in order to estimate the allowances for ECLs on trade receivables. Where the estimation is different from the previous estimate, such difference will affect the carrying amounts of trade receivables and thus the impairment loss in the period in which such estimate is changed. The Group keeps assessing the ECL of trade receivables during their expected lives. If the ECL rates on the trade receivables between 90 and 365 days past due had been 1% higher (lower) at the end of the reporting period, with other assumptions held constant, the loss allowance would have been HK\$1,000 (2024: HK\$1,000) higher (lower).

As at 31 December 2025, the net carrying amount of trade receivables was approximately HK\$4,626,000 (2024: HK\$5,390,000) (Note 21).

(iii) Estimated impairment of non-financial assets (other than goodwill)

Property, plant and equipment, right-of-use assets and intangible asset are stated at costs less accumulated depreciation, amortisation and impairment losses, if any. In determining whether an asset is impaired, the Group has to exercise judgement and make estimation, particularly in assessing:

- (1) whether an event has occurred or any indicators that may affect the asset value;
- (2) whether the carrying value of an asset can be supported by the recoverable amount, in the case of value in use, the net present value of future cash flows which are estimated based upon the continued use of the asset; and
- (3) the appropriate key assumptions to be applied in estimating the recoverable amounts including cash flow projections and an appropriate discount rate.

When it is not possible to estimate the recoverable amount of an individual asset (including right-of-use assets), the Group estimates the recoverable amount of the cash-generating unit to which the assets belong. Changing the assumptions and estimates, including the discount rates or the growth rate in the cash flow projections, could materially affect the net present value used in the impairment test.

As at 31 December 2025, the net carrying amounts of property, plant and equipment, right-of-use assets and intangible assets were approximately HK\$35,737,000 (Note 14), HK\$543,000 (Note 15) and HK\$1,167,000 (Note 16) respectively (2024: HK\$36,524,000, HK\$2,766,000 and HK\$32,000 respectively). During the year ended 31 December 2025 and 2024, there is no impairment loss on property, plant and equipment, right-of-use assets and intangible assets recognised in the consolidated statement of profit or loss and other comprehensive income.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

5. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES (Continued)

(iv) Fair value measurement of financial instruments

As at 31 December 2025, the Group's financial asset designated at FVOCI amounting to HK\$24,000 (2024: HK\$24,000) are measured at fair value with fair value being determined based on significant unobservable inputs using valuation techniques. Judgement and estimation are required in establishing the relevant valuation techniques and the relevant inputs thereof. Changes in assumptions relating to these factors could result in material adjustments to the fair value of these instruments. See Note 34(e) for further disclosures.

(v) Depreciation and amortisation

Property, plant and equipment and intangible assets are depreciated or amortised on a straight-line basis over the estimated useful lives of the assets, after taking into account their estimated residual values. The Group reviews the estimated useful lives of the assets regularly. The estimated useful lives are based on the Group's historical experience with similar assets and taking into account anticipated technological changes. The depreciation and amortisation expenses for future periods are adjusted if there are significant changes from previous estimates.

As at 31 December 2025, the net carrying amounts of property, plant and equipment and intangible assets were approximately HK\$35,737,000 (Note 14) and HK\$1,167,000 (Note 16) respectively (2024: HK\$36,524,000 and HK\$32,000 respectively).

(vi) Provision for income taxes

The Group is subject to income taxes in jurisdictions in which the group entities operate. Significant judgement is required in determining the tax liabilities to be recognised. There are many transactions and calculations for which the ultimate tax determination is uncertain. The Group recognises provisions for tax based on estimates of the taxes that are likely to become due. The Group believes that its provision for tax is adequate for the reporting periods based on its assessment of many factors including past experience and interpretations of tax law. Where the final tax outcome is different from the amounts that were initially recorded, such differences will impact the current income tax and deferred tax provisions in the period in which such determination is made.

(vii) Lease — Estimating the incremental borrowing rate

The Group cannot readily determine the interest rate implicit in a lease, and therefore, it uses an incremental borrowing rate to measure lease liabilities. The incremental borrowing rate is the rate of interest that the Group would have to pay to borrow over a similar term, and with a similar security, the funds necessary to obtain an asset of a similar value to the right-of-use asset in a similar economic environment. The incremental borrowing rate therefore reflects what the Group "would have to pay", which requires estimation when no observable rates are available or when it needs to be adjusted to reflect the terms and conditions of the lease. The Group estimates the incremental borrowing rate using observable inputs (such as market interest rates) when available and is required to make certain entity-specific estimates (such as the subsidiary's stand-alone credit rating).

As at 31 December 2025, the carrying amounts of right-of-use assets and lease liabilities were approximately HK\$543,000 (Note 15) and HK\$558,000 (Note 26) respectively (2024: HK\$2,766,000 and HK\$2,834,000 respectively).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

6. REVENUE AND SEGMENT INFORMATION

An operating segment is a component of the Group that is engaged in business activities from which the Group may earn revenue and incur expenses, and is defined on the basis of the internal management reporting information that is provided to and regularly reviewed by the executive director of the Company, who is the chief operating decision maker, in order to allocate resources and assess performance of the segment. During the year, the executive director of the Company regularly reviewed the consolidated financial position, revenue from provision of marketing production services, and content media and experiential business and results of the Group as a whole for the purposes of allocating resources and assessing performance of the Group as a whole.

Therefore, the executive director of the Company considers the Group as one single operating segment during the year that comprises of two service categories, which are (a) marketing production; and (b) content media and experiential business. The following table sets forth the breakdown of the Group's revenue by service category during the year.

	2025 HK\$'000	2024 HK\$'000
Revenue recognised at a point in time:		
Marketing production	25,939	36,723
Content media and experiential business	66,594	54,771
	92,533	91,494

All of the Group's unsatisfied performance obligations for contracts with customers are for periods of one year or less. As permitted under HKFRS 15, the transaction price allocated to these unsatisfied contracts is not disclosed.

Geographical information

The principal place of the Group's operation is mainly in Hong Kong and the Chinese Mainland. For the purpose of segment information disclosures under HKFRS 8, the Group regarded Hong Kong as its country of domicile.

As at 31 December 2025 and 2024, non-current assets are mainly located in Hong Kong and the USA.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

6. REVENUE AND SEGMENT INFORMATION (Continued)

Geographical information (Continued)

The Group's non-current assets are divided into the following geographical areas:

	2025 HK\$'000	2024 HK\$'000
Non-current assets:		
Hong Kong	3,564	4,706
The USA	33,815	34,740
Others	68	156
	37,447	39,602

Note: Non-current assets excluded deposit, goodwill and Designated FVOCI.

Revenue by geographical location of customers, which is based on the principal place of the customers' operation, is set out below:

	2025 HK\$'000	2024 HK\$'000
Revenue recognised at a point in time:		
Hong Kong	83,882	88,382
Chinese Mainland	8,636	2,820
Others	15	292
	92,533	91,494

Information about major customers

The Group had transactions with the following customers, which contributed 10% or more of the Group's revenue for the year:

	2025 HK\$'000	2024 HK\$'000
Revenue recognised at a point in time:		
Customer A	N/A (Note)	9,433
Customer B	9,761	15,287

Note: The individual customer contributed less than 10% of the total revenue of the Group for the year.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

7. OTHER INCOME, GAINS AND LOSSES, NET

An analysis of the Group's other income, gains and losses, net for the years is as follows:

	2025 HK\$'000	2024 HK\$'000
Exchange gain/(loss), net	95	(414)
Government subsidies (Note (i))	35,000	30,000
Interest income	235	168
Sundry income	383	161
	35,713	29,915

Note:

- (i) The government subsidies represented two subsidies, the Mega Arts and Cultural Events Fund (the "Mega ACE Fund") and the Incentive Scheme for Recurrent Exhibitions ("ISRE") as incentives to support the execution of Complex Network's iconic pop culture festival named "ComplexCon Hong Kong 2025" in March 2025.

The Group entered into the agreement with the Government on 11 October 2024 for the Mega ACE Fund of not more than HK\$15,000,000. The fund was recognised as other income after the Government's receipt and acceptance of the final audited accounts and completion report during the year.

The Government launched the ISRE to provide incentives to organisers of eligible recurrent exhibition and will disburse 75% of the incentive (i.e. equivalent to 75% of the venue rental for eligible recurrent international exhibitions or 37.5% of the venue rental for other eligible recurrent exhibitions, subject to a cap of \$15 million) to the eligible organizer via the venue operator. The funding amounting to HK\$15,000,000 was recognised as other income after the Government's vetting and approval during the year.

The organizer was eligible to receive the remaining 25% of the incentive of ISRE when the organizer hold the next edition of the exhibition within the next calendar year (for annual event) following the current one. The funding amounting to HK\$5,000,000 in relation to the "ComplexCon Hong Kong 2024" was recognised as other income after the Government's vetting and approval during the year.

There were no unfulfilled conditions or contingencies relating to these government subsidies.

8. FINANCE COSTS

	2025 HK\$'000	2024 HK\$'000
Interest on lease liabilities	82	164
Interest expenses on other borrowing	19	90
	101	254

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

9. LOSS BEFORE INCOME TAX

Loss before income tax is arrived at after charging/(crediting):

	2025 HK\$'000	2024 HK\$'000
Amortisation of intangible assets (Note 16)	54	105
Auditor's remuneration		
— Audit services	715	680
Cost of inventories sold [#]	9	96
Depreciation of property, plant and equipment (Note 14)	1,234	1,477
Depreciation of right-of-use assets (Note 15)	2,520	2,593
Exchange (gain)/loss, net	(95)	414
Short-term lease expenses — properties (Note 15)	1,686	1,586
Variable lease payments not included in the measurement of lease liabilities (Note 15)	299	254
Employee benefits expenses (including directors' remuneration (Note 10(a)))		
— Salaries, allowances and benefits in kind	13,781	14,242
— Retirement benefit scheme contributions	970	1,050
	14,751	15,292

[#] Included in outsourced project cost in the consolidated statement of profit or loss and other comprehensive income.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

10. EMOLUMENTS OF DIRECTORS, CHIEF EXECUTIVE, FIVE HIGHEST PAID INDIVIDUALS AND SENIOR MANAGEMENT

(a) Directors and chief executive emoluments

Pursuant to the GEM Listing Rules, Section 383(1)(a), (b), (c) and (f) of the Companies Ordinance and Part 2 of the Companies (Disclosure of Information about Benefits of Directors) Regulation, details of emoluments paid by the entities comprising the Group to the directors of the Company are as follows:

	Directors' fees HK\$'000 (Note (i))	Salaries, allowances and benefits in kind HK\$'000 (Note (ii))	Discretionary bonus HK\$'000	Retirement benefit scheme contribution HK\$'000	Total HK\$'000
Year ended 31 December 2025					
<i>Executive director</i>					
Ms. Bonnie Chan Woo	—	1,920	—	18	1,938
<i>Non-executive director</i>					
Mr. Chow Sai Yiu Evan	138	—	—	—	138
<i>Independent non-executive director</i>					
Mr. Hung Alan Hing Lun	138	—	—	—	138
Mr. Ip Arnold Tin Chee	138	—	—	—	138
Mr. Cao Yu	74	—	—	—	74
Mr. Man Ka Ho Donald	64	—	—	—	64
	552	1,920	—	18	2,490

Year ended 31 December 2024

<i>Executive director</i>					
Ms. Bonnie Chan Woo	—	2,116	—	18	2,134
<i>Non-executive director</i>					
Mr. Chow Sai Yiu Evan	138	—	—	—	138
<i>Independent non-executive director</i>					
Mr. Hung Alan Hing Lun	138	—	—	—	138
Mr. Ip Arnold Tin Chee	138	—	—	—	138
Mr. Man Ka Ho Donald	138	—	—	—	138
	552	2,116	—	18	2,686

Notes:

- (i) The independent non-executive directors' emoluments shown above were for their services as directors of the Company.
- (ii) Salaries, allowances and benefits in kind are generally emoluments paid in respect of the executive directors' services in connection with the management of the affairs of the Company and the Group.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

10. EMOLUMENTS OF DIRECTORS, CHIEF EXECUTIVE, FIVE HIGHEST PAID INDIVIDUALS AND SENIOR MANAGEMENT (Continued)

(a) Directors and chief executive emoluments (Continued)

There was no arrangement under which a director waived or agreed to waive any remuneration during the year (2024: Nil).

During the year, no emoluments were paid by the Group to the directors as an inducement to join or upon joining the Group, or as compensation for loss of office (2024: Nil).

(b) Five highest paid individuals' emoluments

The emoluments of the five highest paid individuals for the year, one of them is a director of the Company (2024: one), are analysed below:

	2025 HK\$'000	2024 HK\$'000
Salaries, allowances and benefits in kind	3,869	4,235
Retirement benefit scheme contributions	182	90
	4,051	4,325

The emoluments of the non-director highest paid individuals are within the following bands:

	2025	2024
Nil to HK\$1,000,000	4	4
HK\$1,000,001 to HK\$1,500,000	—	—
HK\$1,500,001 to HK\$2,000,000	—	—
	4	4

During the year, no emoluments were paid by the Group to any of the five highest paid individuals as an inducement to join or upon joining the Group, or as compensation for loss of office (2024: Nil).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

10. EMOLUMENTS OF DIRECTORS, CHIEF EXECUTIVE, FIVE HIGHEST PAID INDIVIDUALS AND SENIOR MANAGEMENT (Continued)

(c) Senior management emoluments

The number of senior management (excluding the directors of the Company) whose remuneration fell within the following band is as follows:

	2025	2024
Nil to HK\$1,000,000	4	4
HK\$1,000,001 to HK\$1,500,000	—	—
HK\$1,500,001 to HK\$2,000,000	—	—
	4	4

11. INCOME TAX EXPENSE

	2025 HK\$'000	2024 HK\$'000
Income tax expense comprise:		
Hong Kong Profits Tax		
— current tax for the year	—	209
— under-provision in prior years	—	156
	—	365
The Chinese Mainland Income Tax (the "EIT")		
— current tax for the year	—	—
Income tax expense	—	365

The Group is subject to income tax on an entity basis on profits arising in or derived from the jurisdictions in which members of the Group are domiciled and operated.

Pursuant to the rules and regulations of the Cayman Islands and the BVI, the Group is not subject to any income tax under these jurisdictions during the year (2024: Nil).

Under the two-tiered profits tax rates regime of the Hong Kong Profits Tax, the first HK\$2,000,000 of profits of the qualifying group entity will be taxed at 8.25% (2024: 8.25%) during the year, and profits above HK\$2,000,000 will be taxed at 16.5% (2024: 16.5%). The profits of group entities not qualifying for the two-tiered profit tax rates regime will continue to be taxed at a flat rate of 16.5% (2024: 16.5%) during the year.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

11. INCOME TAX EXPENSE (Continued)

Accordingly, the Hong Kong Profits Tax of the qualifying group entity is calculated at 8.25% (2024: 8.25%) of the first HK\$2,000,000 of the estimated assessable profits and at 16.5% (2024: 16.5%) on the estimated profits above HK\$2,000,000, taking into account the tax concession granted by the Hong Kong Special Administrative Region Government during the year.

Under the EIT Law and the Implementation Regulation of the EIT Law, the subsidiary in the Chinese Mainland is subject to the tax rate of 25% (2024: 25%) on the estimated assessable profits during the year.

Pursuant to 《關於進一步實施小微企業所得稅優惠政策的公告》(Caishui [2022] No. 13), a subsidiary in the Chinese Mainland qualifying as Small and Micro Enterprises whose annual taxable income exceeding RMB1.00 million but not exceeding RMB3.00 million, 25% of the amount will be reduced. In addition, pursuant to 《關於實施小微企業和個體工商戶所得稅優惠政策的公告》(Caishui [2024] No. 6) issued in 2024, for the portion of the annual taxable income less than RMB1.00 million, 25% of the amount will be reduced and the Enterprise Income Tax will be at the tax rate of 20%. Both Caishui [2022] No. 13 and Caishui [2023] No. 6 adopted for the years ended 31 December 2025 and 2024.

As at 31 December 2025 and 2024, no deferred tax has been recognised in these consolidated financial statements as the effect of temporary differences was considered insignificant.

Pursuant to the EIT Law, 5% withholding tax is levied on the foreign investor in respect of dividend distributions arising from a foreign investment enterprise's profits earned after 1 January 2008. As at 31 December 2025, temporary withholding tax differences relating to the undistributed profits of the Chinese Mainland subsidiary amounted to approximately HK\$1,081,000 (2024: HK\$1,317,000). Deferred tax liabilities amounted to approximately HK\$54,000 (2024: HK\$66,000) have not been recognised in respect of the tax that would be payable on the distribution of these retained profits as the Company is in a position to controls the dividend policy of the Chinese Mainland subsidiary and it has been determined that it is probable that undistributed profits of the Chinese Mainland subsidiary will not be distributed in the foreseeable future.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

11. INCOME TAX EXPENSE (Continued)

The income tax expense for the year can be reconciled to the loss before income tax per the consolidated statement of profit or loss and other comprehensive income as follows:

	2025 HK\$'000	2024 HK\$'000
Loss before income tax	(10,879)	(9,968)
Tax calculated at the rates applicable to loss before income tax in the tax jurisdictions concerned	(481)	(988)
Tax effect of non-taxable income	(13)	(1)
Tax effect of non-deductible expenses	51	74
Tax effect on unrecognised temporary difference	(7)	(169)
Tax effect on two-tier tax regime reduction	—	(165)
(Over) Under-provision in prior years	—	156
Tax loss not recognised	835	1,486
Utilisation of tax losses previously not recognised	(385)	(26)
Tax concession	—	(2)
	—	365

As at 31 December 2025, tax losses and deductible temporary differences of the Group's Hong Kong subsidiaries have no expiry dates under the current tax legislation. The Group has taxable losses arising in Hong Kong of approximately HK\$9,852,000 (2024: HK\$10,345,000). The unused tax losses are subject to the approval by the Hong Kong tax authorities. Also, at the end of the reporting period, the Group has unused tax losses of approximately RMB5,387,000 (equivalent to HK\$6,928,000) (2024: RMB6,291,000 (equivalent to HK\$6,928,000)) available to offset against future profits sourced in the Chinese Mainland. Such unused tax losses are subject to the approval of the Chinese Mainland tax authorities and can be carried forward for five years from the year when the corresponding loss was incurred. Deferred tax assets have not been recognised in respect of these losses due to the unpredictability of future profits streams.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

12. DIVIDENDS

(a) Dividends payable to the owners of the Company attributable to the year

The board of directors do not recommend the payment of any dividend for the year (2024: Nil).

(b) Dividends payable to the owners of the Company attributable to previous financial year, approved and paid during the year.

The directors have resolved not to recommend the declaration of any final dividend for the years ended 31 December 2025 and 2024.

13. LOSS PER SHARE

The calculations of basic loss per share are based on the loss of approximately HK\$10,239,000 (2024: HK\$9,993,000) for the year attributable to owners of the Company and the weighted average of 480,000,000 (2024: 480,000,000) shares in issue during the year.

Diluted loss per share were same as the basic loss per share as there were no dilutive potential ordinary shares in existence during the years.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

14. PROPERTY, PLANT AND EQUIPMENT

	Freehold land HK\$'000 (Note)	Building HK\$'000 (Note)	Leasehold improve- ments HK\$'000	Plant and machinery HK\$'000	Furniture, fixtures and office equipment HK\$'000	Total HK\$'000
Cost						
At 1 January 2024	18,701	17,094	2,817	676	2,414	41,702
Additions	—	—	23	142	1,611	1,776
Exchange realignment	(116)	(106)	(8)	—	(20)	(250)
At 31 December 2024 and 1 January 2025	18,585	16,988	2,832	818	4,005	43,228
Additions	—	—	—	—	71	71
Exchange realignment	204	187	14	—	16	421
At 31 December 2025	18,789	17,175	2,846	818	4,092	43,720
Accumulated depreciation and impairment losses						
At 1 January 2024	—	902	1,990	676	1,685	5,253
Charge for the year	—	569	524	43	341	1,477
Exchange realignment	—	(8)	(6)	—	(12)	(26)
At 31 December 2024 and 1 January 2025	—	1,463	2,508	719	2,014	6,704
Charge for the year	—	549	315	47	323	1,234
Exchange realignment	—	20	12	—	13	45
At 31 December 2025	—	2,032	2,835	766	2,350	7,983
Net carrying amount At 31 December 2025	18,789	15,143	11	52	1,742	35,737
At 31 December 2024	18,585	15,525	324	99	1,991	36,524

Note: The freehold land and building is situated in the USA and held for own use.

As at 31 December 2025, certain items of property, plant and equipment were fully depreciated but are still in use, the gross carrying amounts before deducting accumulated depreciation of those assets amounted to approximately HK\$4,822,000 (2024: HK\$3,590,000).

No impairment on the property, plant and equipment was recognised for both years.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

15. RIGHT-OF-USE ASSETS

	Office premise HK\$'000	Printers HK\$'000	Total HK\$'000
Cost			
At 1 January 2024	4,990	8,551	13,541
Addition	—	1,465	1,465
Lease modification	3,203	—	3,203
Written off	—	(6,962)	(6,962)
At 31 December 2024 and 1 January 2025	8,193	3,054	11,247
Addition	—	297	297
Written off	—	(1,984)	(1,984)
At 31 December 2025	8,193	1,367	9,560
Accumulated depreciation and impairment losses			
At 1 January 2024	4,850	8,000	12,850
Charge for the year	1,607	986	2,593
Written off	—	(6,962)	(6,962)
At 31 December 2024 and 1 January 2025	6,457	2,024	8,481
Charge for the year	1,602	918	2,520
Written off	—	(1,984)	(1,984)
At 31 December 2025	8,059	958	9,017
Net carrying amount			
At 31 December 2025	134	409	543
At 31 December 2024	1,736	1,030	2,766

None of the right-of-use assets was impaired for the years ended 31 December 2025 and 2024.

Commitments under leases

At 31 December 2025, the Group was committed to HK\$1,010,000 (2024: Nil) for short-term leases.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

15. RIGHT-OF-USE ASSETS (Continued)

	2025 HK\$'000	2024 HK\$'000
Expense relating to short-term lease	1,686	1,586
Variable lease payments not included in the measurement of lease liabilities	299	254
	1,985	1,840

The Group leases various office premises and printers for its operations. As at 31 December 2025, lease contracts entered have a fixed term for 12 months to 2 years (2024: 12 months to 5 years), with no extension option (2024: with extension options of one year). Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. In determining the lease term and assessing the length of the non-cancellable period, the Group applies the definition of a contract and determines the period for which the contract is enforceable.

During the years ended 31 December 2025 and 2024, the Group entered into short-term leases for office premises and staff quarter. As at 31 December 2025, the outstanding lease commitments relating to these premises amounted to HK\$1,539,000 (2024: HK\$1,209,000).

The Group has lease contracts for printers that contains variable payments based on the number of printing pages used. The following provides information on the Group's variable lease payments, included the magnitude in relation to fixed payments:

	Fixed payments HK\$'000	Variable payments HK\$'000	Total HK\$'000
Variable rent with minimum payment For the year ended 31 December 2025	944	299	1,243
For the year ended 31 December 2024	1,065	254	1,319

The potential exposure to these future lease payments as at 31 December 2025 and 2024 are summarised below:

	Lease liabilities recognised as at 31 December 2025 HK\$'000	Potential future lease payments not included in lease liabilities (undiscounted) 31 December 2025 HK\$'000	Lease liabilities recognised as at 31 December 2024 HK\$'000	Potential future lease payments not included in lease liabilities (undiscounted) 31 December 2024 HK\$'000
Extension options expected not to be exercised	—	—	403	476

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

16. INTANGIBLE ASSETS

	Ticketing App HK\$'000	Computer software HK\$'000	Total HK\$'000
Cost			
At 1 January 2024	—	3,260	3,260
Additions	—	34	34
Exchange realignment	—	(12)	(12)
At 31 December 2024 and 1 January 2025	—	3,282	3,282
Additions	1,191	—	1,191
At 31 December 2025	1,191	3,282	4,473
Accumulated amortisation and impairment losses			
At 1 January 2024	—	3,155	3,155
Charge for the year	—	105	105
Exchange realignment	—	(10)	(10)
At 31 December 2024 and 1 January 2025	—	3,250	3,250
Charge for the year	39	15	54
Exchange realignment	—	2	2
At 31 December 2025	39	3,267	3,306
Net carrying amount At 31 December 2025	1,152	15	1,167
At 31 December 2024	—	32	32

Intangible assets represent (i) computer software and ticketing App acquired and (ii) direct costs incurred in the development of new computer software by the Group.

Intangible assets are amortised on straight line basis over their estimated useful lives of 3 to 5 years.

No impairment on the intangible assets was recognised for both years.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

17. GOODWILL

	2025 HK\$'000	2024 HK\$'000
Cost		
At 1 January and 31 December	538	538
Accumulated impairment losses		
At 1 January and 31 December	538	538
Net carrying amount	—	—

Impairment assessment of goodwill

Goodwill acquired from acquisition of Studio SV which is engaged in film and TV production business in prior period was fully impaired as at 31 December 2025 and 2024.

18. DESIGNATED FVOCI

	2025 HK\$'000	2024 HK\$'000
Unlisted equity investment	390	390
Less: Change in fair value	(366)	(366)
	24	24

On 27 January 2022, the Group had subscribed for Series A preferred shares of a private entity which is incorporated in the USA with consideration of US\$50,000 (equivalent to approximately HK\$390,000), representing 0.8% equity interest in such private entity (the "Unlisted Equity Investment"). The private entity is principally engaged in online platform for selling footwears in Hong Kong and the USA.

Upon the initial recognition, the Group irrevocably designated the investment in the Unlisted Equity Investment as Designated FVOCI because the Unlisted Equity Investment represent investment that the Group intends to hold for long term strategic purposes. The directors consider the accounting treatments under this classification provide more relevant information for the investment.

The directors consider the fair value of the Unlisted Equity Investment remained unchanged at HK\$24,000 as at 31 December 2025 and 31 December 2024. Details of the fair value measurement of the Designated FVOCI are set out in Note 34(e).

No Designated FVOCI have been disposed of during the current year (2024: Nil). There was no transfer of any cumulative gain or loss arising from Designated FVOCI within equity during the current year (2024: Nil).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

19. INVENTORIES

	2025 HK\$'000	2024 HK\$'000
Accessories and lifestyle products	—	9

20. CONTRACT COSTS

	2025 HK\$'000	2024 HK\$'000
Project costs incurred	7,698	8,254

Contract costs capitalised relate to project costs incurred in satisfying performance obligations of respective projects in the future. Contract costs are recognised as part of direct costs in the profit or loss in the year in which revenue from the related projects is recognised.

21. TRADE AND OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS

	2025 HK\$'000	2024 HK\$'000
Trade receivables	4,773	5,543
Less: Allowances of ECLs (Note 34(b))	(147)	(153)
Trade receivables, net (Note (i))	4,626	5,390
Rental and other deposits (Note (ii))	655	629
Prepayments	1,840	952
Other receivables	1,198	697
Total trade and other receivables, deposits and prepayments	8,319	7,668
Less:		
Non-current deposits	(280)	(280)
Total current trade and other receivables, deposits and prepayments	8,039	7,388

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

21. TRADE AND OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS (Continued)

Notes:

(i) Trade receivables

Movements in allowance for ECLs on trade receivables were as follow:

	2025 HK\$'000	2024 HK\$'000
As at 1 January	153	234
Exchange realignment	—	(1)
Written off	(6)	(80)
As at 31 December	147	153

Trade receivables of HK\$6,000 (2024: HK\$80,000) written off during the year are still subject to enforcement activity.

The credit period for trade receivables granted to its customers is generally ranging from 30 to 60 days (2024: 30 to 60 days) from the date of billing for the year. The ageing analysis of the trade receivables, net of allowance for ECLs, based on due date is as follows:

	2025 HK\$'000	2024 HK\$'000
Current (not past due)	2,723	2,063
Less than 1 month past due	802	827
Over 1 month but less than 3 months past due	1,031	2,144
Over 3 months but less than 1 year past due	198	99
Over 1 year past due	19	410
Less: allowance for ECLs	(147)	(153)
	4,626	5,390

The ageing analysis of the trade receivables, net of allowance for ECLs, based on invoice date is as follows:

	2025 HK\$'000	2024 HK\$'000
Within 1 month	2,356	2,472
Over 1 month but less than 3 months	1,995	2,535
Over 3 months but less than 1 year	403	121
Over 1 year	19	415
Less: allowance for ECLs	(147)	(153)
	4,626	5,390

(ii) Rental and other deposits

Included in rental and other deposits, rental deposits of HK\$94,000 (2024: HK\$94,000) were paid to one (2024: one) related company, in which Ms. Bonnie Chan Woo, an executive director of the Company, and/or her spouse have beneficiary interest. The rental deposit is repayable upon the termination of that lease.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

22. AMOUNTS DUE TO A NON-CONTROLLING SHAREHOLDER OF A SUBSIDIARY

The amount due to a non-controlling shareholder of a subsidiary is non-trade in nature, unsecured, interest-free and repayable on demand.

23. CASH AND BANK BALANCES

Cash and cash equivalents represents bank balances and cash in hand.

Cash at banks earns interest at floating rates based on daily bank deposit rates. The bank balances are deposited with creditworthy banks with no recent history of default.

As at 31 December 2025, the Group has cash and bank balance denominated in RMB amounting to approximately HK\$3,462,000 (2024: RMB amounting to approximately HK\$1,103,000). RMB is not freely convertible into other currencies and the remittance of funds out of the Chinese Mainland is subject to exchange restrictions imposed by the Chinese Mainland government.

24. TRADE AND OTHER PAYABLES AND ACCRUALS AND CONTRACT LIABILITIES

	2025 HK\$'000	2024 HK\$'000
Trade payables (Note (i))	13,279	5,277
Accruals (Note (ii))	2,837	3,353
Other payables	2,171	1,480
Total trade and other payables and accruals	18,287	10,110
Contract liabilities (Note (iii))	1,196	2,873
	19,483	12,983

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

24. TRADE AND OTHER PAYABLES AND ACCRUALS AND CONTRACT LIABILITIES (Continued)

Notes:

- (i) The credit period granted by suppliers of the Group is generally ranging from 30 to 90 days (2024: 30 to 90 days). The ageing analysis of the trade payables based on invoice date is as follows:

	2025 HK\$'000	2024 HK\$'000
Within 1 month	3,522	4,278
Over 1 month but less than 3 months	385	718
Over 3 months but less than 1 year	9,176	276
Over 1 year	196	5
	13,279	5,277

- (ii) As at 31 December 2025, audit fee amounting to HK\$715,000 (2024: HK\$680,000), license fee amounting to HK\$940,000 (2024: HK\$706,000), consulting expense amounting to approximately HK\$93,000 (2024: HK\$439,000) and accrued employee benefits expenses amounting to approximately HK\$842,000 (2024: HK\$760,000) were included in accruals.

- (iii) Contract liabilities, representing (i) receipt in advance from customers and (ii) unsatisfied performance obligations from the completion of the relevant events or activities are separately presented. The movement of contract liabilities (excluding those arising from increases and decreases both occurred within the same year) is as follows:

	2025 HK\$'000	2024 HK\$'000
Balance at 1 January	2,873	4,339
Decrease in contract liabilities as a result of recognizing revenue during the year that was included in the contract liabilities at the beginning of the year	(2,417)	(3,848)
Increased in contract liabilities as a result of receiving forward sales deposits and installments during the year	740	2,382
Balance at 31 December	1,196	2,873

At 31 December 2025 and 2024, the advances from customers are expected to be recognised as revenue within 1 year.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

25. DEFERRED GOVERNMENT GRANT

	2025 HK\$'000	2024 HK\$'000
Deferred government grant	5,000	7,500

In October 2025, the Group was awarded a government grant (the "Grant") for an aggregate amount of HK\$15,000,000. The purpose of the Grant is to support the execution of an upcoming event scheduled in March 2026. As of 31 December 2025, 33% of the Grant had been paid by the respective government body and was classified as a deferred government grant in the consolidated statement of financial position as the conditions attaching to the Grant had not been satisfied by that date.

The balance at 31 December 2024 represented 50% of the government grant awarded to support the execution of an event scheduled in March 2025. The grant was recognised as other income in current year as all the conditions attaching to this government grant had been satisfied.

26. LEASE LIABILITIES

	2025		2024	
	Present value of the minimum lease payments HK\$'000	Total minimum lease payments HK\$'000	Present value of the minimum lease payments HK\$'000	Total minimum lease payments HK\$'000
Within one year	539	550	2,519	2,598
Within a period of more than one year but not more than two years	19	19	315	318
	558	569	2,834	2,916
Less: total future interest expense		(11)		(82)
Present value of lease liabilities		558		2,834

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

26. LEASE LIABILITIES (Continued)

Amounts included in the consolidated statement of cash flows for leases comprise the following:

	2025 HK\$'000	2024 HK\$'000
Within operating cash flows	2,047	1,840
Within financing cash flows	2,655	2,753
	4,702	4,593

27. SHARE CAPITAL

	Number of shares	Share capital HK\$'000
Ordinary shares of HK\$0.01 each		
Authorised:		
At 1 January 2024, 31 December 2024, 1 January 2025 and 31 December 2025	1,000,000,000	10,000
Issued and fully paid:		
At 1 January 2024, 31 December 2024, 1 January 2025 and 31 December 2025	480,000,000	4,800

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

28. RESERVES

Details of the movements on the Group's reserves are as set out in the consolidated statement of changes in equity.

Share premium

The share premium account of the Group includes the premium arising from the issue of new shares pursuant to the share offering net of listing expenses and dividends declared and paid in prior year.

Capital reserve

The capital reserve represents the difference between the nominal value of the share capital of subsidiaries acquired by SV Vision (BVI) in prior years and the consideration paid to the then shareholders of those subsidiaries.

Translation reserve

Translation reserve comprises all foreign exchange differences arising from the translation of the financial statements of foreign operation whose functional currencies are different from that of the Company's functional currency.

Other reserves

Other reserves comprise:

- (i) the other reserve that has been set up and is dealt with in accordance with the accounting policies adopted for changes in the Group's ownership interest in its subsidiaries which do not result in a loss of control as set out in "Basis of consolidation and subsidiaries" under Note 4.1.
- (ii) statutory reserve as stipulated by the relevant laws in the Chinese Mainland. The Chinese Mainland subsidiary is required to maintain a statutory reserve fund. The minimum transfer to statutory reserve is 10% of profit after tax of the Chinese Mainland subsidiary according to the Chinese Mainland subsidiary's statutory financial statements. No appropriation is required if the balance of the statutory reserve has reached 50% of the registered capital of the Chinese Mainland subsidiary. The statutory reserve can be used to make up losses or for conversion into capital.

Fair value reserve (non-recycling)

The reserve comprises the cumulative net changes in the fair value of the Designated FVOCI at the end of the reporting period and is dealt with in accordance with the accounting policies adopted.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

29. DETAILS OF NON-WHOLLY OWNED SUBSIDIARIES THAT HAVE MATERIAL NON-CONTROLLING INTERESTS

Financial information of subsidiaries of the Group which have material non-controlling interests is summarised below. The amounts disclosed are before any inter-company elimination:

(a) WomanBoss/AAO and its wholly owned subsidiaries as at 31 December 2025

	WomanBoss 2025 HK\$'000	AAO 2025 HK\$'000 (Note)
NCI percentage	25.9%	7.0%
Non-current assets	—	2,689
Current assets	482	23,965
Current liabilities	—	(41,459)
Net assets	482	—
Net liabilities	—	(14,805)
Carrying amount of the non-controlling interests of WomanBoss/AAO	125	(1,036)
Carrying amount of the non-controlling interests of AAO's non-wholly owned subsidiary	—	(1,424)
Revenue	—	66,594
Loss attributable to non-controlling interests of AAO & its subsidiaries	—	(640)
Loss for the year	—	(640)
Other comprehensive income attributable to non-controlling interests of AAO and its subsidiaries	—	15
Other comprehensive income for the year	—	15
Total comprehensive loss attributable to non-controlling interests of AAO and its subsidiaries	—	(625)
Total comprehensive loss for the year	—	(625)
Cash flows from operating activities	—	617
Cash flows used in financing activities	—	(4,779)

Note: Included the material non-controlling interests information of Studio SV and its non-wholly owned subsidiary.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

29. DETAILS OF NON-WHOLLY OWNED SUBSIDIARIES THAT HAVE MATERIAL NON-CONTROLLING INTERESTS (Continued)

(b) WomanBoss/Studio SV and its non-wholly owned subsidiary as at 31 December 2024

	WomanBoss 2024 HK\$'000	Studio SV 2024 HK\$'000
NCI percentage	25.9%	44.44%
Current assets	482	326
Current liabilities	—	(5,880)
Net assets	482	—
Net liabilities	—	(5,554)
Carrying amount of the non-controlling interests of WomanBoss/Studio SV	125	(2,010)
Carrying amount of the non-controlling interests of Studio SV's non-wholly owned subsidiary	—	(1,036)
Revenue	—	156
Loss attributable to owners of the Company	—	(296)
Loss attributable to the non-controlling interests of Studio SV	—	(239)
Loss attributable to the non-controlling interests of Studio SV's non-wholly owned subsidiary	—	(101)
Loss for the year	—	(636)
Other comprehensive income attributable to owners of the Company	—	4
Other comprehensive income attributable to the non-controlling interests of Studio SV	—	2
Other comprehensive loss attributable to the non-controlling interests of Studio SV's non-wholly owned subsidiary	—	(6)
Other comprehensive loss for the year	—	—
Total comprehensive loss attributable to owners of the Company	—	(292)
Total comprehensive loss attributable to the non-controlling interests of Studio SV	—	(237)
Total comprehensive loss attributable to the non-controlling interests of Studio SV's non-wholly owned subsidiary	—	(107)
Total comprehensive loss for the year	—	(636)
Cash flows used in operating activities	—	(26)
Cash flows from financing activities	—	791

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

30. OPERATING LEASE COMMITMENT

At the end of the reporting period, the Company had commitment for short-term lease in respect of properties which fall due as follows:

	2025 HK\$'000	2024 HK\$'000
Within 1 year	1,539	1,209

The Group leases office premise and staff quarter for an initial period of one year, without option to renew the lease term at expiry date. The corresponding lease commitment, which was not recognised as lease liabilities, was set out above. None of the above lease include variable lease payments.

31. RECONCILIATION OF LIABILITIES FROM FINANCING ACTIVITIES

The table below details changes in the Group's liabilities from financing activities, including both cash and non-cash changes. Liabilities arising from financing activities are liabilities for which cash flows were, or future cash flows will be, classified in the Group's consolidated statement of cash flows as cash flows from financing activities:

	Other borrowing HK\$'000	Amount due to a non-controlling shareholder of a subsidiary HK\$'000	Lease liabilities (Note 26) HK\$'000
At 1 January 2024	—	56	755
Changes from financing cash flows:			
Payment of capital portion of lease liabilities	—	—	(2,589)
Payment of interest portion of lease liabilities (Note 8)	—	—	(164)
Addition to other borrowing	6,200	—	—
Repayment of other borrowing	(6,200)	—	—
Payment of interest on other borrowing	(90)	—	—
Repayment to a non-controlling shareholder of a subsidiary	—	(17)	—
Total changes from financing cash flows	(90)	(17)	(2,753)
Non-cash changes:			
Interest expenses	90	—	164
Addition	—	—	1,465
Lease modification	—	—	3,203
Total non-cash changes	90	—	4,832
At 31 December 2024 and 1 January 2025	—	39	2,834

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

31. RECONCILIATION OF LIABILITIES FROM FINANCING ACTIVITIES (Continued)

	Other borrowing HK\$'000	Amount due to a non-controlling shareholder of a subsidiary HK\$'000	Lease liabilities (Note 26) HK\$'000
Changes from financing cash flows:			
Payment of capital portion of lease liabilities	—	—	(2,573)
Payment of interest portion of lease liabilities (Note 8)	—	—	(82)
Addition to other borrowing	373	—	—
Repayment of other borrowing	(373)	—	—
Payment of interest on other borrowing	(19)	—	—
Total changes from financing cash flows	(19)	—	(2,655)
Non-cash changes:			
Addition	—	—	297
Interest expenses	19	—	82
Total non-cash changes	19	—	379
At 31 December 2025	—	39	558

32. MAJOR NON-CASH TRANSACTIONS

During the year ended 31 December 2025, lease arrangements in respect of leased assets were entered into with an aggregate capital value at the inception of the leases of HK\$297,000 (2024: HK\$4,668,000).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

33. RELATED PARTY TRANSACTIONS

Other than disclosed in Notes 10, 21, 22 and 29, the Group has the following transactions with its related parties in the normal course of its business and with terms mutually agreed between both parties:

	2025 HK\$'000	2024 HK\$'000
Revenue from provision of marketing production services to Darrin Woo (Note (a))	—	8
Short-term lease expense to 4L 108 Leonard LLC (Note (b))	1,122	1,124
Treasury management service expense to Gain Smart Asia Limited (Note (b))	720	400

Notes:

- (a) Mr. Darrin Woo is the spouse of Ms. Bonnie Chan Woo, an executive director of the Company.
- (b) Spouse of Ms. Bonnie Chan Woo, an executive director of the Company, and Ms. Bonnie Chan Woo, are the beneficial owners of these related companies.

Compensation of key management personnel

Key management personnel are those persons holding positions with authority and responsibility for planning, directing and controlling the activities of the Group, directly or indirectly, including the directors of the Company. Key management personnel's remuneration is as follows:

	2025 HK\$'000	2024 HK\$'000
Directors' fee	552	552
Salaries, allowances and benefits in kind	3,869	4,752
Retirement benefit scheme contributions	182	223
	4,603	5,527

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

34. FINANCIAL RISK MANAGEMENT AND FAIR VALUES OF FINANCIAL INSTRUMENTS

The Group is exposed to a variety of risks including foreign currency risk, credit risk, liquidity risk and price risk through its use of financial instruments in its ordinary course of operations.

The Group does not have any written risk management policies and guidelines. The directors of the Company monitor the financial risk management and take such measures as considered necessary from time to time to minimise such financial risks. There has been no change to the Group's exposure or the manner in which it manages and measures the risk.

(a) Foreign currency risk

Currency risk refers to the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Group is exposed to foreign currency risk related primarily to the operations giving rise to bank balances that are denominated in US\$, British Pound ("GBP") and RMB. The Group currently does not have a foreign currency hedging policy. However, the directors of the Company monitor foreign exchange exposure and will consider hedging significant foreign currency exposure should the need arise.

The carrying amounts of the Group's net financial assets denominated in a currency other than functional currency of the respective group entities at the end of each year are as follows:

	2025 HK\$'000	2024 HK\$'000
Overall net exposure		
US\$	(757)	1,041
GBP	10	2
RMB	1	(7)

In the opinion of the directors, the rate of exchange of the US\$ to the HK\$ is reasonably stable under the linked exchange rate system and, accordingly, the Group does not have any significant foreign exchange risk arising from US\$. As a result, no sensitivity analysis is performed.

At 31 December 2025, if the HK\$ had weakened/strengthened 1% against the RMB with all other variables held constant, the impact to the Group's loss after tax for the year would have been insignificant.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

34. FINANCIAL RISK MANAGEMENT AND FAIR VALUES OF FINANCIAL INSTRUMENTS (Continued)

(b) Credit risk and impairment assessment

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Group. Bank balances of the Group are held with financial institutions of good standing. The carrying amount of debt securities at FVTPL, trade and other receivables and deposits and amounts due from controlling shareholder and related companies represent the Group's maximum exposure to credit risk in relation to its financial assets. No other financial assets carry a significant exposure to credit risk.

The Group does not provide any other guarantees which would expose the Group to credit risk. In respect of trade receivables, individual credit evaluations are performed on all customers requiring credit over a certain amount. The Group does not obtain collateral from customers.

The Group's exposure to credit risk on trade receivables is influenced mainly by the individual characteristics of each customer rather than the industry or country in which the customers operate and therefore significant concentrations of credit risk primarily arise when the Group has significant exposure to individual customers. At 31 December 2025, 26% (2024: 35%) and 49% (2024: 74%) of the total trade receivables were due from the Group's largest customer and the five largest customers respectively.

Trade receivables

Trade receivables presented in the consolidated statement of financial position are net of allowances for ECLs on trade receivables. In determining the recoverability of a trade debtor, the Group considers any change in the credit quality of the trade debtor from the date credit was initially granted up to the reporting date.

In order to minimise the credit risk, the management of the Group has delegated a team responsible for determination of credit limits and credit approvals. Before accepting any new customer, the Group has evaluation procedures to assess the potential customer's credit quality, internal credit risk grading and defines credit limits by customer. Limits and scoring attributed to customers are reviewed twice a year. Other monitoring procedures are in place to ensure that follow-up action is taken to recover overdue debts. In addition, the Group performs impairment assessment under ECL model upon application of HKFRS 9. In this regard, the directors of the Company consider that the Group's credit risk has significantly reduced.

The Group applies the simplified approach in HKFRS 9 to measure loss allowances for trade receivables at an amount equal to lifetime ECLs, which is calculated using a provision matrix.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

34. FINANCIAL RISK MANAGEMENT AND FAIR VALUES OF FINANCIAL INSTRUMENTS (Continued)

(b) Credit risk and impairment assessment (Continued)

Trade receivables (Continued)

The following table provides information about the Group's exposure to credit risk and ECLs for trade receivables:

	Weighted average expected loss rate %	Gross carrying amount HK\$'000	Loss allowance HK\$'000	Net carrying amount HK\$'000
At 31 December 2025				
Current (not past due)	0.95	2,723	(26)	2,697
Less than 1 month past due	1.12	802	(9)	793
Over 1 month but less than 3 months past due	4.85	1,031	(50)	981
Over 3 months but less than 1 year past due	23.74	198	(47)	151
Over 1 year past due	78.95	19	(15)	4
		4,773	(147)	4,626
At 31 December 2024				
Current (not past due)	0.53	2,063	(11)	2,052
Less than 1 month past due	0.60	827	(5)	822
Over 1 month but less than 3 months past due	0.65	2,144	(14)	2,130
Over 3 months but less than 1 year past due	1.01	99	(1)	98
Over 1 year past due	29.76	410	(122)	288
		5,543	(153)	5,390

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

34. FINANCIAL RISK MANAGEMENT AND FAIR VALUES OF FINANCIAL INSTRUMENTS (Continued)

(b) Credit risk and impairment assessment (Continued)

Trade receivables (Continued)

The following table shows the movement in lifetime ECL that has been recognised as trade receivables under simplified approach:

	Lifetime ECL (non-credit impaired) HK\$'000	Lifetime ECL (credit impaired) HK\$'000	Total HK\$'000
At 1 January 2024	234	—	234
Exchange realignment	(1)	—	(1)
Write off	(80)	—	(80)
At 31 December 2024 and 1 January 2025	153	—	153
Exchange realignment	—	—	—
Write off	(6)	—	(6)
At 31 December 2025	147	—	147

Other financial assets at amortised cost

ECL of other receivables and deposits, amounts due from controlling shareholder and related companies and bank balances are assessed on 12m ECL basis as there had been no significant increase in credit risk since initial recognition.

Other receivables and deposits are due to various group of debtors and the directors of the Company consider the credit risk of these parties is low.

Bank balances are deposited with creditworthy banks with no recent history of default. The directors of the Company consider the credit risk is low.

As at 31 December 2025 and 2024, the Group has not provided any ECL for other receivables and deposits, bank balances.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

34. FINANCIAL RISK MANAGEMENT AND FAIR VALUES OF FINANCIAL INSTRUMENTS (Continued)

(c) Liquidity risk

Liquidity risk relates to the risk that the Group will not be able to meet obligations associated with its financial liabilities. The Group is exposed to liquidity risk in respect of settlement of trade and other payables and accruals, amounts due to a non-controlling shareholder of a subsidiary and lease liabilities and also in respect of its cash flow management. The Group's objective is to maintain an appropriate level of liquid assets and committed lines of funding to meet its liquidity requirements in the short and longer term.

The maturity profile of the Group's non-derivative financial liabilities at each reporting period, based on the contracted undiscounted payments, is as follows:

	Effective interest rate per annum %	Carrying amount HK\$'000	Total contractual undiscounted cash flow HK\$'000	Within 1 year or on demand HK\$'000	Over 1 year but within 2 years HK\$'000
As at 31 December 2025					
Trade and other payables and accruals	N/A	18,287	18,287	18,287	—
Amount due to a non-controlling shareholder of a subsidiary	N/A	39	39	39	—
Lease liabilities	4.63–6.00	558	569	550	19
		18,884	18,895	18,876	19
At 31 December 2024					
Trade and other payables and accruals	N/A	10,110	10,110	10,110	—
Amount due to a non-controlling shareholder of a subsidiary	N/A	39	39	39	—
Lease liabilities	4.38–5.40	2,834	2,916	2,598	318
		12,983	13,065	12,747	318

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

34. FINANCIAL RISK MANAGEMENT AND FAIR VALUES OF FINANCIAL INSTRUMENTS (Continued)

(d) Price risk

The Group is exposed to price risk from the Unlisted Equity Investment held under Designated FVOCI amounted to HK\$24,000 (2024: HK\$24,000). The Unlisted Equity Investment is held for strategic rather than trading purposes. The directors of the Company consider that the exposure of equity price risk arising from the Unlisted Equity Investment measured at FVOCI is insignificant, therefore no sensitivity analysis on such risk has been prepared.

(e) Fair values of financial instruments

The table below analyses the Group's assets carried at fair values as at 31 December 2025 by level of the inputs to valuation techniques used to measure fair value. Such inputs are categorised into three levels within a fair value hierarchy as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is unobservable inputs) (level 3).

Fair value hierarchy

The following tables illustrate the fair value measurement hierarchy of the Group's financial instruments at fair value:

	Level 1 HK\$'000	Level 2 HK\$'000	Level 3 HK\$'000	Total HK\$'000
At 31 December 2025				
Designated FVOCI				
— The Unlisted Equity Investment (note i)	—	—	24	24
As at 31 December 2024				
Designated FVOCI				
— The Unlisted Equity Investment (note i)	—	—	24	24

Note i: As at 31 December 2025, the fair value of the Unlisted Equity Investment was stated with reference to the net asset value ("NAV") provided by the investee.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

34. FINANCIAL RISK MANAGEMENT AND FAIR VALUES OF FINANCIAL INSTRUMENTS (Continued)

(e) Fair values of financial instruments (Continued)

Significant unobservable input

The following table summaries the valuation technique and significant unobservable input used for the Unlisted Equity Investment that are categorized in Level 3 of the fair value hierarchy:

As of 31 December 2025

	Valuation technique	Unobservable input	Relationship of unobservable input to fair value
The Unlisted Equity investment	NAV	N/A	N/A

As of 31 December 2024

	Valuation technique	Unobservable input	Relationship of unobservable input to fair value
The Unlisted Equity investment	NAV	N/A	N/A

The movements during the year in the balance of level 3 fair value measurement is as follows:

	Designated FVOCI HK\$'000
At 1 January 2024, 31 December 2024, 1 January 2025 and 31 December 2025	24

Financial instrument not measured at fair value

The carrying amounts of the Group's financial instruments carried at amortised cost are not materially different from their fair values as at 31 December 2025 and 2024.

Management has assessed that the fair values of cash and bank balances, trade receivables and other receivables and deposits, amounts due to a non-controlling shareholder of a subsidiary, trade and other payables and accruals and lease liabilities approximate to their carrying amounts largely due to the short-term maturities of these instruments.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

35. FINANCIAL INSTRUMENTS BY CATEGORY

	2025 HK\$'000	2024 HK\$'000
Financial assets		
Designated FVOCI	24	24
Financial assets at amortised cost		
— Trade and other receivables and deposits	6,479	6,716
— Cash and bank balances	15,639	12,093
	22,118	18,809
	22,142	18,833
Financial liabilities		
Financial liabilities at amortised cost		
— Trade and other payables and accruals	18,287	10,110
— Amount due to a non-controlling shareholder of a subsidiary	39	39
— Lease liabilities	558	2,834
	18,884	12,983

36. CAPITAL RISK MANAGEMENT

The Group's objectives of managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns to the shareholders and benefits for other stakeholders to maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to the shareholders, return capital to the shareholders, issue new shares or sell assets to reduce debts. No changes in the objectives, policies or processes for managing capital were made during the year.

The capital structure of the Group consists of equity attributable to owners of the Company, comprising share capital and reserves disclosed in the consolidated statement of changes in equity.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

37. IMMEDIATE HOLDING COMPANY AND ULTIMATE HOLDING COMPANY

In the opinion of the directors of the Company, the ultimate holding company is Explorer Vantage, a company incorporated in the BVI. Ms. Bonnie Chan Woo, being the controlling shareholder of Explorer Vantage, is the ultimate controlling shareholder during the years ended 31 December 2025 and 2024.

38. CHANGES IN OWNERSHIP INTERESTS IN SUBSIDIARIES THAT DO NOT RESULT IN A LOSS OF CONTROL

	2025 HK\$'000	2024 HK\$'000
Net consideration received	10,599	—
Movements of non-controlling interests		
Capital Injections (Note 1(v))	1,309	
Share Transfer (Note 1(ii))	(2,520)	—
Difference recognised in other reserves	9,388	—

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

39. STATEMENT OF FINANCIAL POSITION OF THE COMPANY

Information about the statement of financial position of the Company at the end of the year is as follows:

	2025 HK\$'000	2024 HK\$'000
ASSETS AND LIABILITIES		
Non-current asset		
Investments in subsidiaries	20,409	20,409
Current assets		
Prepayments and other receivables	214	355
Amounts due from subsidiaries	42,263	34,148
Cash and bank balances	337	190
	42,814	34,693
Current liabilities		
Accruals	481	281
Amounts due to subsidiaries	21,780	14,969
	22,261	15,250
Net current assets	20,553	19,443
Net assets	40,962	39,852
CAPITAL AND RESERVES		
Share capital	4,800	4,800
Reserves	36,162	35,052
Total equity	40,962	39,852

The financial statements of the Company were approved and authorised for issue by the Board of Directors on 27 March 2026 and are signed on its behalf by:

Woo Chan Tak Chi Bonnie
Executive Director

Chow Sai Yiu Evan
Non-executive Director

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2025

39. STATEMENT OF FINANCIAL POSITION OF THE COMPANY (Continued)

Details of the changes in the Company's individual components of reserves between the beginning and the end of the year are set out below:

	Share premium HK\$'000	Contribution surplus HK\$'000	Accumulated losses HK\$'000	Total HK\$'000
Balance at 1 January 2024	53,131	21,643	(28,405)	46,369
Loss and total comprehensive loss for the year	—	—	(11,317)	(11,317)
Balance at 31 December 2024 and 1 January 2025	53,131	21,643	(39,722)	35,052
Profit and total comprehensive income for the year	—	—	1,110	1,110
Balance at 31 December 2025	53,131	21,643	(38,612)	36,162

* Contribution surplus of the Company represents the difference between the net asset value of the subsidiaries acquired pursuant to the corporate reorganisation in preparation for the listing of the shares of the Company on GEM and the nominal value of the shares issued by the Company in exchange therefor.

FINANCIAL SUMMARY

FINANCIAL SUMMARY

A summary of the results and assets and liabilities of the Group for the last five financial years, as extracted from the Company's audited consolidated financial statements, is set out below:

RESULTS

	Year ended 31 December					
	2025 HK\$'000	2024 HK\$'000	2023 HK\$'000	2022 HK\$'000	2021 HK\$'000	2020 HK\$'000
Revenue	92,533	91,494	53,730	59,646	51,385	56,282
Loss before income tax	(10,879)	(9,968)	(5,858)	(2,579)	(16,921)	(2,075)
Income tax expense	—	(365)	(221)	(360)	(168)	(882)
Loss for the year	(10,879)	(10,333)	(6,079)	(2,939)	(17,089)	(2,957)
Attributable to:						
Owners of the company	(10,239)	(9,993)	(8,601)	(4,445)	(13,491)	(620)
Non-controlling interests	(640)	(340)	2,522	1,506	(3,598)	(2,337)
	(10,879)	(10,333)	(6,079)	(2,939)	(17,089)	(2,957)

ASSETS AND LIABILITIES

	As at 31 December					
	2025 HK\$'000	2024 HK\$'000	2023 HK\$'000	2022 HK\$'000	2021 HK\$'000	2020 HK\$'000
Total assets	69,127	67,370	80,744	76,713	82,677	98,298
Total liabilities	(25,769)	(24,103)	(27,300)	(17,053)	(19,599)	(18,170)
Net assets	43,358	43,267	53,444	59,660	63,078	80,128