

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



GOLDEN POWER GROUP HOLDINGS LIMITED

金力集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 3919)

ANNUAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2025

FINANCIAL HIGHLIGHTS

- The Group recorded a revenue of approximately HK\$333.53 million for the Year (2024: approximately HK\$317.76 million), representing an increase of approximately 4.96% as compared to that of the Last Year.
- Profit attributable to shareholders of Company for the Year was approximately HK\$0.33 million (2024: loss of approximately HK\$6.37 million). The turnaround from loss to profit attributable to shareholders of the Company was mainly attributable to the combined effects of (i) an increase in revenue by approximately HK\$15.77 million; (ii) a recognised government subsidy of approximately HK\$1.17 million; and (iii) an increase in net exchange gain of approximately HK\$8.71 million.
- The basic and diluted earnings per share for the Year was HK1.08 cent (2024: loss per share HK(23.60) cents (restated)).
- The Directors resolved not to recommend payment of any dividend for the Year (2024: Nil).

RESULTS

The board (the “**Board**”) of directors (the “**Director(s)**”) of Golden Power Group Holdings Limited (the “**Company**”) hereby announces the audited consolidated results (the “**Results**”) of the Company and its subsidiaries (collectively, the “**Group**”) for the year ended 31 December 2025 (the “**Year**”) together with the comparative audited figures for the year ended 31 December 2024 (the “**Last Year**”) as follows:

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the year ended 31 December 2025

	<i>Notes</i>	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
Revenue	3	333,530	317,760
Cost of sales		(262,202)	(238,307)
Gross profit		71,328	79,453
Other revenue		5,404	4,084
Other gains and (losses)		5,690	(9,974)
Selling expenses		(20,890)	(21,277)
General and administrative expenses		(54,992)	(50,761)
Profit from operations		6,540	1,525
Finance costs		(6,175)	(7,210)
Share of loss of a joint venture		(11)	—
Profit/(loss) before income tax	4	354	(5,685)
Income tax	5	(228)	(877)
Profit/(loss) for the year		126	(6,562)

CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2025

	<i>Notes</i>	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
Profit/(loss) for the year		<u>126</u>	<u>(6,562)</u>
Other comprehensive income/(loss) for the year, net of tax:			
Item that may be reclassified subsequently to profit or loss:			
Exchange differences arising on translation of financial statements of foreign operations		<u>2,915</u>	<u>(1,918)</u>
		<u>2,915</u>	<u>(1,918)</u>
 Total comprehensive income/(loss) for the year		 <u><u>3,041</u></u>	 <u><u>(8,480)</u></u>
 Profit/(loss) for the year attributable to:			
Equity shareholders of the Company		326	(6,372)
Non-controlling interests		<u>(200)</u>	<u>(190)</u>
		<u>126</u>	<u>(6,562)</u>
 Total comprehensive income/(loss) for the year attributable to:			
Equity shareholders of the Company		3,241	(8,290)
Non-controlling interests		<u>(200)</u>	<u>(190)</u>
		<u>3,041</u>	<u>(8,480)</u>
 Earnings/(loss) per share (HK cents)			(restated)
— Basic	6	<u>1.08</u>	<u>(23.60)</u>
— Diluted	6	<u>1.08</u>	<u>(23.60)</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 December 2025

	<i>Notes</i>	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
NON-CURRENT ASSETS			
Property, plant and equipment		351,895	352,404
Investment properties		84,100	87,000
Intangible assets		33,413	13,572
Prepaid land lease payments		3,324	3,366
Right-of-use assets		1,363	4,967
Interest in a joint venture	<i>8</i>	22,729	—
Deposits paid for acquisition of property, plant and equipment		21,446	17,119
Pledged deposit		1,000	2,800
Deferred tax assets		10,027	9,574
		<u>529,297</u>	<u>490,802</u>
CURRENT ASSETS			
Inventories	<i>9</i>	56,605	51,764
Trade and bills receivables	<i>10</i>	50,986	44,391
Deposits, prepayments and other receivables	<i>11</i>	35,218	32,312
Income tax recoverable		143	143
Pledged time deposit	<i>12</i>	5,207	5,160
Cash and bank balances		15,498	31,493
		<u>163,657</u>	<u>165,263</u>
DEDUCT:			
CURRENT LIABILITIES			
Bank overdraft, secured		—	4,129
Trade payables	<i>13</i>	157,042	129,994
Other payables and accruals	<i>14</i>	19,353	19,414
Contract liabilities	<i>15</i>	2,543	2,957
Bank and other borrowings	<i>16</i>	163,157	186,805
Lease liabilities		913	3,612
Income tax payable		100	19
		<u>343,108</u>	<u>346,930</u>
NET CURRENT LIABILITIES		<u>(179,451)</u>	<u>(181,667)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>349,846</u>	<u>309,135</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)*At 31 December 2025*

	<i>Notes</i>	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
DEDUCT:			
NON-CURRENT LIABILITIES			
Bank and other borrowings	<i>16</i>	50,637	15,552
Lease liabilities		414	1,314
Deferred tax liabilities		4,172	5,420
		<u>55,223</u>	<u>22,286</u>
NET ASSETS		<u>294,623</u>	<u>286,849</u>
REPRESENTING:			
CAPITAL AND RESERVES			
Share capital	<i>17</i>	6,480	5,400
Reserves		288,043	281,149
Total equity attributable to equity shareholders of the Company		294,523	286,549
Non-controlling interests		100	300
TOTAL EQUITY		<u>294,623</u>	<u>286,849</u>

NOTES

1. CORPORATE INFORMATION

Golden Power Group Holdings Limited (the “**Company**”) was incorporated in the Cayman Islands on 7 June 2012 as an exempted company with limited liability under the Companies Law (as revised) of the Cayman Islands. The registered office of the Company is located at Windward 3, Regatta Office Park, P.O. Box 1350, Grand Cayman KY1-1108, Cayman Islands. The Company’s headquarters and principal place of business in Hong Kong is located at Flat C, 20/F, Block 1, Tai Ping Industrial Centre, 57 Ting Kok Road, Tai Po, New Territories, Hong Kong.

Pursuant to the reorganisation of the Company and its subsidiaries (together referred to as the “**Group**”) in connection with the listing of the shares (the “**Share(s)**”) of the Company on GEM of the Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) (the “**Listing**”), the Company became the holding company of the Group on 25 September 2014 (the “**Reorganisation**”). Details of the Reorganisation were set out in the section headed “History, Development and Reorganisation — Reorganisation” of the prospectus of the Company dated 29 May 2015 (the “**Prospectus**”). The Shares were listed and traded on the GEM of the Stock Exchange on 5 June 2015 (the “**Listing Date**”). On 10 November 2017, the listing of shares of the Company was transferred from GEM to the Main Board of the Stock Exchange.

The principal activity of the Company is investment holding. The Group is principally engaged in the manufacture and sale of a broad range of batteries for various electronic devices to Hong Kong, the People’s Republic of China (“**the PRC**”) and international markets. The ultimate controlling party of the Group is Mr. Chu King Tien (“**Mr. Chu**” or the “**Controlling Shareholder**”).

In the opinion of the directors (“**Directors**”), Golden Villa Ltd. (“**Golden Villa**”), a company incorporated in the British Virgin Islands (“**BVI**”), is the immediate and ultimate holding company of the Company.

2. BASIS OF PREPARATION

(a) Compliance with HKFRS Accounting Standards

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

(b) Initial application of HKFRS Accounting Standards

In the current year, the Group has applied the following amendments to HKFRS Accounting Standards issued by the HKICPA for the first time, which are mandatorily effective for annual periods beginning on or after 1 January 2025 for the preparation of the consolidated financial statements:

Amendments to HKAS 21 Lack of Exchangeability

The application of the amendments to HKFRS Accounting Standards in the current year has had no material impact on the Group's financial positions and performance for the current and prior years and/or on the disclosures set out in these consolidated financial statements.

(c) HKFRS Accounting Standards in issue but not yet effective

The following HKFRS Accounting Standards in issue at 31 December 2025 have not been applied in the preparation of the Group's consolidated financial statements for the year then ended since they were not yet effective for the annual period beginning on 1 January 2025:

Amendments to HKFRS 9 & HKFRS 7	Amendments to the Classification and Measurement of Financial Instruments ¹
Amendments to HKFRS 9 & HKFRS 7	Contracts Referencing Nature-dependent Electricity ¹
Amendments to HKFRS Accounting Standards HKFRS 18	Annual Improvements to HKFRS Accounting Standards — Volume 11 ¹
HKFRS 19*	Presentation and Disclosure in Financial Statements ²
Amendments to HKFRS 19*	Subsidiaries without Public Accountability: Disclosures ²
Amendments to HKAS 21	Amendments to Subsidiaries without Public Accountability: Disclosures ²
Amendments to HKFRS 10 and HKAS 28	Translation to a Hyperinflationary Presentation Currency ²
	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 Effective for annual periods beginning on or after a date to be determined

* HKFRS 19 is not applicable to listed issuers. It is a voluntary standard for eligible non-listed subsidiaries.

The Directors are in the process of assessing the potential impact of the new and amended HKFRS Accounting Standards but are not yet in a position to determine whether the new and amended HKFRS Accounting Standards will have material impact on the Group's performance and financial position and on the disclosures. The new and amended HKFRS Accounting Standards may result in changes to how the Group's performance and financial position are prepared and presented in the future.

(d) Adoption of the going concern basis

When preparing the consolidated financial statements, the Group's ability to continue as a going concern has been assessed. These consolidated financial statements have been prepared by the Directors on a going concern basis notwithstanding that the Group had net current liabilities of approximately HK\$179,451,000 as at 31 December 2025. The Directors are of the opinion that the Group will have sufficient funds to meet its financial obligations when they fall due in the foreseeable future taking into account the followings:

- (i) At 31 December 2025, the Group had unutilised banking facilities of approximately HK\$12,311,000;
- (ii) Subsequent to the end of the reporting period, the Group has successfully rolled over bank borrowings with an aggregate principal amount of approximately HK\$64,185,000 maturing on or before the date when the consolidated financial statements are authorised for issuance;
- (iii) Bank and other borrowings with carrying amount of approximately HK\$7,747,000 as at 31 December 2025 that are repayable more than one year after the end of the reporting period pursuant to the repayment schedule included in the loan agreements, with a repayment on demand clause, have been classified as current liabilities as at 31 December 2025 in accordance with Hong Kong Interpretation 5 Presentation of Financial Statements — Classification by the Borrower of a Term Loan that Contains a Repayment on Demand Clause (“**HK-Int 5**”). Taking into account the Group's financial position and the security provided to the banks, the Directors believe that they will not exercise their discretionary rights to demand immediate repayment. The Directors believe that the bank loans will be repaid in accordance with the scheduled repayment dates set out in the loan agreements;
- (iv) For the borrowings which will be maturing before 31 December 2026, the Group will actively negotiate with the banks before they fall due to secure their renewals so as to ensure the Group will have necessary funds to meet the Group's working capital and financial requirements in the future. The Directors do not expect to experience significant difficulties in renewing these borrowings upon their maturities and there is no indication that its bankers will not renew the existing facilities upon the Group's request. The Directors have evaluated the relevant facts available to them and are of the opinion that the Group would be able to renew such borrowings upon maturities;
- (v) Given the Group maintained strong business relationship with its bankers and based on past experiences, the Directors expect that the Group is able to renew all the banking facilities when they expire; and
- (vi) The Group, from time to time, reviews the portfolio of investment properties and may adjust the investment strategies in order to enhance the cash flow position of the Group whenever it is necessary.

After taking into consideration of the above factors and funds expected to be generated internally from operations based on the Directors' estimation on the future cash flows of the Group, the Directors are satisfied that the Group will have sufficient financial resources to meet its financial obligations as they fall due in the foreseeable future and consider that it is appropriate for the consolidated financial statements to be prepared on a going concern basis because there is no material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern.

Should the Group be unable to continue in business as a going concern, adjustments would have to be made to restate the value of assets to their recoverable amounts, to reclassify non-current assets and non-current liabilities as current assets and current liabilities respectively and to provide for any further liabilities which might arise.

3. REVENUE AND SEGMENT INFORMATION

Revenue

Revenue represents the invoiced value of goods sold to external customers less discounts, rebates and returns, and net of value-added tax and surcharges.

(i) Disaggregation of revenue from contracts with customers by product categories is as follows:

	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
Revenue from customers and recognised at a point in time		
Sales of battery products:		
— Disposable batteries	329,256	313,460
— Rechargeable batteries	2,800	3,839
— Other battery-related products	1,474	461
	<u>333,530</u>	<u>317,760</u>

(ii) Revenue expected to be recognised in the future arising from contracts with customers in existence at the reporting date

All the revenue from 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.

Segment information

The Group's operating business are organised and managed separately according to the nature of products. Each segment representing a strategic business segment that offers different products in the market. In a manner consistent with the way in which information is reported internally to the Group's most senior executive management for the purpose of resource allocation and performance assessment, the Group has presented two reportable segments, namely i) disposable batteries, and ii) rechargeable batteries and other battery-related products. No operating segments have been aggregated to form the above reportable segments.

For the purposes of assessing segment performance and allocating resources, the Group's senior executive management monitors the results attributable to each reportable segment on the following bases:

Revenue and expenses are allocated to the reportable segments with reference to sales generated by those segments and the expenses incurred by those segments or which otherwise arise from the depreciation or amortisation of assets attributable to those segments. The measure used for reporting segment result is gross profit.

A measurement of segment assets and liabilities is not provided regularly to the Group's senior executive management and accordingly, no segment assets and liabilities information is presented.

Information regarding the Group's reportable segments for the years ended 31 December 2025 and 2024 is set out below:

Segment revenue from external customers

	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
Disposable batteries		
(i) Cylindrical batteries		
— Alkaline	211,368	180,523
— Carbon	<u>25,223</u>	<u>39,187</u>
	<u>236,591</u>	<u>219,710</u>
(ii) Micro-button cells		
— Alkaline	66,712	66,531
— Other micro-button cells	<u>25,953</u>	<u>27,219</u>
	<u>92,665</u>	<u>93,750</u>
	<u>329,256</u>	<u>313,460</u>
Rechargeable batteries and other battery-related products		
(i) Rechargeable batteries	2,800	3,839
(ii) Other battery-related products	<u>1,474</u>	<u>461</u>
	<u>4,274</u>	<u>4,300</u>
	<u><u>333,530</u></u>	<u><u>317,760</u></u>

Segment results

	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
Disposable batteries		
(i) Cylindrical batteries		
— Alkaline	27,445	30,566
— Carbon	2,073	5,335
	<u>29,518</u>	<u>35,901</u>
(ii) Micro-button cells		
— Alkaline	24,323	24,639
— Other micro-button cells	15,849	17,253
	<u>40,172</u>	<u>41,892</u>
	<u>69,690</u>	<u>77,793</u>
Rechargeable batteries and other battery-related products		
(i) Rechargeable batteries	1,291	1,536
(ii) Other battery-related products	347	124
	<u>1,638</u>	<u>1,660</u>
	<u>71,328</u>	<u>79,453</u>

The reportable and operating segment results are reconciled to loss before income tax of the Group as follows:

	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
Segment results	71,328	79,453
Unallocated other revenue	5,404	4,084
Unallocated other gains and losses	5,690	(9,974)
Unallocated corporate expenses	(75,882)	(72,038)
Finance costs	(6,175)	(7,210)
Share of loss of a joint venture	(11)	—
	<u>354</u>	<u>(5,685)</u>

Segment revenue represents sales to external parties. There are no inter-segment transactions during the years ended 31 December 2025 and 2024. Segment results represent the gross profit of each type of products. This is the measure reported to the senior executive management for the purposes of resource allocation and performance assessment.

Other segment information

Amounts included in the measure of segment results are as follows:

	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
Depreciation and amortisation		
Disposable batteries		
— Cylindrical batteries	8,820	7,154
— Micro-button cells	5,683	4,268
	<u>14,503</u>	<u>11,422</u>
Segment total	14,503	11,422
Unallocated depreciation and amortisation	4,976	5,037
	<u>19,479</u>	<u>16,459</u>
(Gain)/loss on disposal of property, plant and equipment		
Disposable batteries		
— Cylindrical batteries	(4,021)	123
— Micro-button cells	20	59
	<u>(4,001)</u>	<u>182</u>
Segment total	(4,001)	182
Unallocated loss on disposal of property, plant and equipment	—	4
	<u>(4,001)</u>	<u>186</u>
Write-down/(reversal of write-down) of inventories		
Disposable batteries		
— Cylindrical batteries	154	(775)
— Micro-button cells	29	(455)
	<u>183</u>	<u>(1,230)</u>
Additions to non-current assets excluding deferred tax assets and interest in a joint venture		
Disposable batteries		
— Cylindrical batteries	27,750	24,065
— Micro-button cells	13,506	22,814
	<u>41,256</u>	<u>46,879</u>
Segment total	41,256	46,879
Unallocated additions to non-current assets excluding deferred tax assets and interest in a joint venture	32	1,658
	<u>41,288</u>	<u>48,537</u>
Interest in a joint venture		
Disposable batteries		
— Cylindrical batteries	22,729	—
	<u>22,729</u>	<u>—</u>

Revenue from major customers

During the years ended 31 December 2025 and 2024, the revenue generated from the following customers accounted for over 9% of the Group's total revenue:

	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
Customer A	—	28,686
Customer B	<u>72,700</u>	<u>35,852</u>

Geographic information

The following table sets out information about the geographical location of the Group's revenue from external customers and the geographical location of customers is based on the location at which the goods are delivered.

	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
The PRC	90,589	98,182
Hong Kong	29,706	25,184
Asia (except the PRC and Hong Kong)	48,494	53,341
Europe	93,664	65,048
Eastern Europe	20,729	22,537
North America	39,962	32,807
South America	4,718	14,048
Australia	4,884	4,998
Middle East	771	1,615
Africa	<u>13</u>	<u>—</u>
	<u>333,530</u>	<u>317,760</u>

The Group's non-current assets (excluding deferred tax assets) are located in the following regions:

	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
The PRC	347,298	314,082
Hong Kong	166,734	161,134
Macau	<u>5,238</u>	<u>6,012</u>
	<u>519,270</u>	<u>481,228</u>

The geographical location of the non-current assets is based on the physical location of the operation to which they are allocated.

4. PROFIT/(LOSS) BEFORE INCOME TAX

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

	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
(a) Finance costs:		
Bank loans interest	6,407	8,263
Interest on import and other loans	2,955	3,497
Interest on lease liabilities	130	236
Bank overdraft interest	92	27
	<hr/>	<hr/>
Total interest expense	9,584	12,023
Less: interest expense capitalised into property, plant and equipment (<i>Note a</i>)	<hr/> (3,409) <hr/>	<hr/> (4,813) <hr/>
	<hr/> 6,175 <hr/>	<hr/> 7,210 <hr/>
(b) Staff cost (excluding Directors' emoluments):		
Salaries, wages and other allowances	27,808	24,884
Contributions to defined contribution plans	3,071	3,220
	<hr/>	<hr/>
	30,879 <hr/>	28,104 <hr/>
(c) Other items:		
Amortisation of intangible assets	2,136	507
Amortisation of prepaid lease payments	200	201
Auditors' remuneration		
— Audit services	775	737
— Non-audit services	82	54
Cost of inventories recognised as expenses	262,202	238,307
Depreciation		
— Property, plant and equipment	13,468	12,019
— Right-of-use assets	3,675	3,732
Write-down/(reversal of write-down) of inventories	183	(1,230)
Short-term lease expenses	6	11
Rental income less outgoings of approximately HK\$472,000 (2024: approximately HK\$446,000)	<hr/> (1,594) <hr/>	<hr/> (1,893) <hr/>

Note:

- (a) The borrowing costs have been capitalised at a rate of 3.89% and 5.54% per annum for the years ended 31 December 2025 and 2024 respectively.

5. INCOME TAX

	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
Hong Kong profits tax:		
Provision for the year	119	22
Over-provision in prior years	(5)	(3)
PRC enterprise income tax (“EIT”):		
Under-provision in prior years	1,643	—
	<u>1,757</u>	<u>19</u>
Deferred taxation		
Current year	(1,529)	858
	<u>(1,529)</u>	<u>858</u>
Income tax expense	<u>228</u>	<u>877</u>

The Company and its subsidiaries incorporated in the Cayman Islands and BVI are not subject to any income tax pursuant to local rules and regulations.

Pursuant to Hong Kong and PRC rules and regulations, the Group entities incorporated in Hong Kong and the PRC are subject to Hong Kong profits tax at 16.5% and EIT at 25% on the estimated assessable profits respectively except for one Hong Kong subsidiary of the Group which is a qualifying entity under the two-tiered profits tax rate regime and all PRC subsidiaries of the Group are subject to a preferential tax rate as mentioned below.

For the aforesaid Hong Kong subsidiary, the first HK\$2 million of assessable profits are taxed at 8.25% and the remaining assessable profits are taxed at 16.5%. The provision for Hong Kong profits tax for this subsidiary was calculated at the same basis in 2024.

The provision for Hong Kong profits tax for 2024 takes into account a reduction granted by the Hong Kong SAR Government of 100% of the tax payable for the year of assessment 2024/2025 subject to a maximum reduction of HK\$1,500 for each business.

Pursuant to the approval document issued by the Ministry of Science and Technology in Guangdong Province on 28 December 2023, Goldtium (Jiangmen) Energy Products Company Limited (“**Goldtium Jiangmen**”) was recognised as a High and New Technology Enterprise and was entitled to a preferential EIT rate at 15% for three years commencing from the date of issuance.

Pursuant to the approval document issued by the Ministry of Science and Technology in Guangdong Province on 20 December 2021 and 19 November 2024 respectively, Dongguan Victory Battery Industries Company Limited (“**Dongguan Victory**”) was recognised as a High and New Technology Enterprise and was entitled to a preferential EIT rate at 15% for three years commencing from the date of issuance.

The income tax for the year can be reconciled to the profit/(loss) before income tax per consolidated statement of profit or loss as follows:

	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
Profit/(loss) before income tax	<u>354</u>	<u>(5,685)</u>
Tax effect at the Hong Kong profits tax rate of 16.5% (2024: 16.5%)	58	(938)
Tax effect of non-taxable income	(450)	(217)
Tax effect of non-deductible expenses	1,299	1,597
Tax effect of share of loss of a joint venture	2	—
Tax effect of temporary differences previously not recognised	(1,273)	—
Tax effect of unrecognised tax losses	280	817
Tax effect of utilisation of tax losses previously not recognised	(1,272)	(337)
Under/(over)-provision in prior years	1,638	(3)
Tax rate differential	<u>(54)</u>	<u>(42)</u>
Income tax expense	<u>228</u>	<u>877</u>

6. EARNINGS/(LOSS) PER SHARE

The calculation of the basic earnings/(loss) per Share attributable to the equity shareholders of the Company is based on the following data:

	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
Profit/(loss) for the year attributable to the equity shareholders of the Company	<u>326</u>	<u>(6,372)</u>
	'000	'000 (restated)
Weighted average number of shares for the purpose of calculating basic earnings/(loss) per Share	<u>30,107</u>	<u>27,000</u>

The weighted average number of shares for the year ended 31 December 2025, used in the calculation for basic earnings per Share, has been adjusted to reflect the effects of the Share consolidation (as defined in Note 17) and issue of shares (as defined in Note 17). The corresponding weighted average number of Shares for the 31 December 2025 has been retrospectively adjusted to ensure comparability, taking into account the impact of the Share consolidation.

The diluted earnings/(loss) per Share equalled the basic earnings/(loss) per Share as there were no dilutive potential ordinary shares in issue during the years ended 31 December 2025 and 2024.

7. DIVIDENDS

No dividends declared and paid or payable for the years ended 31 December 2025 and 2024.

8. INTEREST IN A JOINT VENTURE

	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
Unlisted equity, at cost	10,904	—
Share of post-acquisition losses and other comprehensive loss	(11)	—
Amount due from a joint venture (<i>Note</i>)	<u>11,836</u>	<u>—</u>
Joint venture using equity method	<u><u>22,729</u></u>	<u><u>—</u></u>

Note: The amount due from a joint venture is unsecured, interest-free and repayable on demand. In the opinion of the directors, the balance is unlikely to be repaid in the foreseeable future and is considered as part of the Group's net investment in the joint venture.

Name of joint venture	Place of establishment and operation	Legal form of entity	Registered capital	Effective interest held		Principal activities
				2025	2024	
Yunan Jinxing Power Technology Co., Ltd. ("Yunan Jinxing")	PRC	Limited liability company	RMB20,000,000	49%	—	Manufacturing and sales of batteries

Summarised financial information of Yunan Jinxing and a reconciliation to the carrying amount in the consolidated financial statements, are disclosed below:

	2025
	HK\$'000
Non-current assets	20,038
Current assets	11,176
Current liabilities	<u>(8,984)</u>
Net assets	<u><u>22,230</u></u>
Reconciliation to the Group's interest in Yunan Jinxing	
Gross amount of Yunan Jinxing's net assets	22,230
Proportion of the Group's ownership	<u>49%</u>
	10,893
Amount due from a joint venture	<u>11,836</u>
	22,729
Carrying amount of the Group's interest in the Yunan Jinxing	<u><u>22,729</u></u>
Revenue	—
Loss for the year	(22)
Other comprehensive loss	<u>—</u>
Total comprehensive loss	<u><u>(22)</u></u>
Dividend received by the Group	<u><u>—</u></u>

9. INVENTORIES

	2025	2024
	HK\$'000	HK\$'000
Raw materials	13,039	13,275
Work in progress	27,819	26,442
Finished goods	<u>16,422</u>	<u>12,743</u>
	57,280	52,460
Less: Write-down of inventories	<u>(675)</u>	<u>(696)</u>
	<u><u>56,605</u></u>	<u><u>51,764</u></u>

Movements of write-down of inventories are as follows:

	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
At 1 January	696	1,962
Write-down of inventories for the year	183	—
Reversal of write-down of inventories	—	(1,230)
Written off	(237)	—
Exchange adjustments	33	(36)
	<u>675</u>	<u>696</u>
At 31 December	<u>675</u>	<u>696</u>

The reversal of write-down of inventories made in prior year was recognised as a reduction in the amount of inventories recognised as an expense, occurring as the related inventories were sold during the year.

10. TRADE AND BILLS RECEIVABLES

	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
Trade receivables	50,906	43,175
Bills receivables	80	1,216
	<u>50,986</u>	<u>44,391</u>

The Group normally allows credit terms to well-established customers ranging from 30 to 120 days. The Group seeks to maintain strict control over its outstanding receivables. Overdue balances are reviewed regularly by the Directors of the Group.

An ageing analysis of trade and bills receivables, based on the invoice date and net of loss allowance on trade receivables, is as follows:

	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
0–30 days	35,052	19,825
31–60 days	8,543	17,394
61–90 days	3,672	4,098
91–120 days	990	1,246
Over 120 days	2,729	1,828
	<u>50,986</u>	<u>44,391</u>

The Group applies the simplified approach to provide for expected credit losses prescribed by HKFRS 9, which requires the use of the lifetime expected loss provision for trade receivables.

11. DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
Utilities and other deposits	23,196	20,809
Prepayments	13,746	11,873
Other receivables	3,019	2,103
VAT recoverable	17,703	17,446
	<u>57,664</u>	<u>52,231</u>
Less: Non-current portion		
— Deposits paid for acquisition of property, plant and equipment	(21,446)	(17,119)
— Pledged deposit (<i>Note</i>)	(1,000)	(2,800)
	<u>(22,446)</u>	<u>(19,919)</u>
Current portion	<u>35,218</u>	<u>32,312</u>

Note: The amount represents deposit pledged to financial institution to secure other borrowing granted to the Group.

12. PLEDGED TIME DEPOSIT

As at 31 December 2025, time deposit of HK\$5,207,000 (2024: HK\$5,160,000) was pledged to a bank to secure banking facilities granted to the Group.

13. TRADE PAYABLES

An ageing analysis of trade payables, based on the date of receipt of goods purchased, is as follows:

	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
0–30 days	24,546	37,016
31–90 days	49,498	29,943
91–180 days	43,635	43,784
Over 180 days	39,363	19,251
	<u>157,042</u>	<u>129,994</u>

14. OTHER PAYABLES AND ACCRUALS

	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
Other payables	2,417	2,282
Payables to acquire property, plant and equipment	10,962	12,005
Accruals	5,628	4,781
Provision for annual leave	346	346
	<u>19,353</u>	<u>19,414</u>

15. CONTRACT LIABILITIES

	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
At 1 January	2,957	2,421
Decrease as a result of recognising revenue during the year that was included in the contract liabilities at the beginning of the year	(16,007)	(1,762)
Increase as a result of billing in advance	15,582	2,306
Exchange adjustments	11	(8)
	<u>2,543</u>	<u>2,957</u>
At 31 December	<u>2,543</u>	<u>2,957</u>

When the Group receives advance payment from customer, this will give rise to contract liabilities at the start of a contract, until the revenue recognised upon the satisfaction of the performance obligation.

16. BANK AND OTHER BORROWINGS

	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
Secured bank loans	152,016	111,781
Unsecured bank loans	8,900	—
Secured bank import loans and other loans	<u>52,878</u>	<u>90,576</u>
Total secured bank and other loans	213,794	202,357
Less: Amount classified as current liabilities	<u>(163,157)</u>	<u>(186,805)</u>
Amount classified as non-current liabilities	<u><u>50,637</u></u>	<u><u>15,552</u></u>
The carrying amounts of the above borrowings are repayable*:		
Within one year	155,409	175,238
Within a period of more than one year but not exceeding two years	10,117	13,445
Within a period of more than two years but not exceeding five years	44,671	9,025
Within a period of more than five years	<u>3,597</u>	<u>4,649</u>
	213,794	202,357
Less: The carrying amounts of above borrowings that contain a repayment on demand clause (shown under current liabilities)	<u>(163,157)</u>	<u>(186,805)</u>
Amount shown under non-current liabilities	<u><u>50,637</u></u>	<u><u>15,552</u></u>

* The amounts due are based on scheduled repayment dates set out in the loan agreements.

Notes:

(a) The Group had the following banking facilities:

	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
Total banking facilities granted	226,105	222,633
Less: banking facilities utilised by the Group	<u>(213,794)</u>	<u>(206,486)</u>
Unutilised banking facilities	<u><u>12,311</u></u>	<u><u>16,147</u></u>

At 31 December 2025, these banking facilities were guaranteed or secured by:

- (i) bank loans of approximately HK\$56,588,000 (2024: HK\$66,961,000) were guaranteed by unlimited cross corporate guarantee executed by the Company and its subsidiaries;
- (ii) bank loans of approximately HK\$146,079,000 (2024: HK\$135,396,000) were guaranteed by corporate guarantee of approximately HK\$447,136,000 (2024: HK\$397,833,000) executed by the Company;

(iii) certain property, plant and machinery, all investment properties and all prepaid land lease payments situated in Hong Kong, the PRC and Macau owned by the Group with aggregate carrying amount of HK\$120,161,000 (2024: HK\$124,427,000); and

(iv) pledged deposit of HK\$1,000,000 (2024: HK\$2,800,000) and pledged time deposit of HK\$5,207,000 (2024: HK\$5,160,000).

(b) There was no financial covenant for the banking facilities at 31 December 2025 and 2024.

17. CAPITAL AND RESERVES ATTRIBUTABLE TO EQUITY SHAREHOLDERS OF THE COMPANY

Share capital

Details of the share capital of the Company are set out below:

	2025		2024	
	Number of shares	HK\$'000	Number of shares	HK\$'000
Authorised:				
At beginning of year				
Ordinary shares of HK\$0.01 each	2,000,000,000	20,000	2,000,000,000	20,000
Share consolidation (<i>Note a</i>)	<u>(1,900,000,000)</u>	<u>—</u>	<u>—</u>	<u>—</u>
At end of year				
Ordinary shares of HK\$0.2 (2024: HK\$0.01 each)	<u>100,000,000</u>	<u>20,000</u>	<u>2,000,000,000</u>	<u>20,000</u>
Issued and fully paid:				
At beginning of year	540,000,000	5,400	540,000,000	5,400
Share consolidation (<i>Note a</i>)	<u>(513,000,000)</u>	<u>—</u>	<u>—</u>	<u>—</u>
Issue of shares (<i>Note b</i>)	<u>5,400,000</u>	<u>1,080</u>	<u>—</u>	<u>—</u>
At end of year	<u>32,400,000</u>	<u>6,480</u>	<u>540,000,000</u>	<u>5,400</u>

Notes:

(a) On 15 April 2025, the Company announced that it proposed to implement the share consolidation (the “**Share Consolidation**”) on the basis of every twenty (20) issued and unissued Shares of par value of HK\$0.01 each in the share capital of the Company to be consolidated into one (1) consolidated Share of par value of HK\$0.2 each.

(b) On 15 May 2025, the Company announced that it proposed to raise approximately HK\$4.86 million, before expenses, by issuing 5,400,000 subscription shares (the “**Subscription Shares**”) under general mandate at the subscription price of HK\$0.90 per Subscription Share to an investor who was an independent third party (the “**Subscription**”).

Completion of the Subscription took place on 5 June 2025, where an aggregate of 5,400,000 Subscription Shares, representing approximately 16.67% of the issued share capital of the Company (as enlarged by the allotment and issue of the Subscription Shares), were issued. The aggregate nominal amount of the Subscription Shares is HK\$1,080,000.

OVERVIEW OF THE GROUP'S RESULTS

Revenue for the Year increased by approximately 4.96% to approximately HK\$333.53 million from approximately HK\$317.76 million in Last Year. Profit attributable to the shareholders of the Company was approximately HK\$0.33 million for the Year as compared to a loss of approximately HK\$6.37 million in the Last Year. The basic and diluted earnings per share was HK\$1.08 cents, as compared to the loss per share of HK\$23.60 cents (restated) for the Last Year.

REVIEW AND OUTLOOK

During the Year, the global economy was affected by shifts in policy direction and the escalation of trade barriers, resulting in a broader deceleration of global demand and a renewed trend toward trade protectionism. Although certain policy adjustments moderated the impact of earlier and more extreme tariff measures, the overall operating environment continued to tilt toward heightened trade protectionism. This exerted persistent pressure on export-oriented enterprises. In response, the Group continued to closely monitor macroeconomic developments and implemented timely measures to preserve its gross profit margin at a sustainable and reasonable level.

The year 2025 remained challenging for the Group. Factors including a moderate increase in international commodity prices, coupled with the appreciation of the Renminbi (“RMB”) placed downward pressure on the Group’s gross profit margin. In addition, fiscal and tax adjustments introduced by the PRC Government in response to rising global trade protectionism created further challenges for the Group’s financial performance. To address the evolving cost environment, the Group has progressively adjusted its pricing strategy to reflect rising production expenses, with the objective of maintaining operational efficiency and supporting stable business performance.

The Group will continue to refine its product portfolio and, to a certain extent, increase the contribution of B2B operations relative to B2C. While the health-care and medical-devices markets have continued to support operational efficiency, the Group intends to cautiously strengthen its investment in these segments, taking into account market conditions and the Group’s long-term development needs.

In fulfilling its Environmental, Social and Governance (“ESG”) commitments, the Group will continue its efforts to boost the ESG performance of the Group by reducing carbon emissions, water consumption and energy usage. The Group is also working with ESG consultants to enhance the quality, transparency and depth of ESG disclosures in line with evolving market expectations.

Looking ahead to 2026, the continued escalation of trade barriers and rising trade protectionist sentiment may introduce uncertainty in areas such as tariffs, commodity price volatility and fluctuations in global foreign-exchange markets, which may collectively influence global consumption demand. The military hostilities in the Middle East may cause uncertainties to raw material prices and logistics in 2026. The Group will further enhance its financial performance through strengthened cost control and improved production efficiency. To this end, the Group will maintain its strategic investments in production facilities and automation to increase cost competitiveness and productivity. The rationalisation and integration of production facilities across regions are expected to reduce operating costs and enhance overall efficiency. The internal integration of production facilities is scheduled for completion between late 2026 and early 2027.

The Board will also focus on capturing opportunities arising from increasing demand for specialties batteries in the PRC medical-devices sector. The Group plans to deepen its marketing efforts and collaborate with customers on product development to expand its presence in China, Europe and the United States. The Group anticipates that revenue contributions from the health-care and medical-devices segments will continue to increase.

During the Year, the Group achieved meaningful cost savings through the installation of new automated production facilities. In the longer term, these operational efficiencies will allow the Group to allocate additional resources to research and development, broaden its product portfolio, and enhance product innovation, thereby supporting sustainable business expansion.

In 2026, the Group will continue to streamline its operational structure in the PRC to maintain competitiveness. Ongoing restructuring of subsidiaries is expected to strengthen cost control, particularly in relation to cost of sales. Synergy effects arising from these restructuring efforts are expected to further improve operational efficiency and reduce overall costs.

Despite the challenging market conditions in 2025, the Group continued to enhance the production efficiency of disposable batteries. The Group believes that demand from its OEM customers for disposable batteries will continue to grow steadily, supported by overall market expansion. The Group will remain focused on improving product performance, broadening its private-label customer base, expanding its retail presence, and enhancing product quality, reliability and durability.

FUTURE DEVELOPMENT

Going forward, the Group will continue to strengthen its competitiveness in the market by increasing its research and development input and diversifying its products, which will in turn enhance its products quality and production technology and secure its long-term success in the industry.

The Group will closely monitor the possible fluctuation of the exchange rates, the increase in materials and labour costs and the change in market demand over battery products, in order for the Group to take timely and appropriate measures to minimise the possible negative impact which may be brought to the business of the Group.

To meet the growing demand from customers for specialties batteries used in health-caring and medical devices, the Group is exploring and planning to leverage its newly developed technologies and patents, and to collaborate with various equipment manufacturers to jointly develop and enhance intelligent production facilities for specialties batteries. This initiative aims to strengthen the Group's capability to respond to market demand. To ensure long-term sustainability, the Group will also continue to expand into other energy-related businesses beyond its traditional battery business. The Board believes that a more diversified revenue stream is expected to deliver long-term and sustainable value to the shareholders of the Company.

To achieve a higher level of sustainability, Group keeps putting effort on aspect of ESG in manufacturing process. The Group will continue to carry out the aim of decreasing the carbon emission, water and energy consumption.

The Board will continue to focus on the Group's manufacturing business, which is its core business by enhancing its production competency and efficiency. In order to diversify revenue streams and strengthen the Group's performance under the current challenging environment of its manufacturing business, the Board will continue to explore other business opportunities and potential investment opportunities on other energy business in addition to conventional batteries business.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Shares were listed on GEM (the “**Listing**”) of the Stock Exchange on 5 June 2015 (the “**Listing Date**”) and were successfully transferred to the Main Board of the Stock Exchange (the “**Transfer of Listing**”) on 10 November 2017.

The Group is principally engaged in the manufacture and sale of a broad range of batteries for various electronic devices to the PRC, Hong Kong and international markets under both its own brand “Golden Power” and the brands of its private label and OEM customers. The products are mainly categorised into two segments, namely (i) disposable batteries; and (ii) rechargeable batteries and other battery-related products. The disposable batteries are categorised into two sub-segments, namely (i) cylindrical batteries; and (ii) micro-button cells. Other battery-related products include battery chargers, battery power packs and electric fans.

The revenue of cylindrical batteries for the Year increased by approximately HK\$16.88 million from approximately HK\$219.71 million for the Last Year to approximately HK\$236.59 million for the Year, representing an increase in approximately 7.68% in revenue of cylindrical batteries. Such increase in revenue was mainly due to increase in its general demand in North America and Europe during the Year.

The revenue of micro-button cells for the Year slightly decreased by approximately HK\$1.08 million from approximately HK\$93.75 million for the Last Year to approximately HK\$92.67 million for the Year, representing a decrease in approximately 1.15% in revenue of micro-button cells. The revenue of rechargeable batteries and other battery-related products for the Year slightly decreased by approximately HK\$0.03 million from approximately HK\$4.30 million for the Last Year to approximately HK\$4.27 million for the Year, representing a decrease in approximately 0.70% in revenue of rechargeable batteries and other battery-related products. Such decrease in revenue was mainly due to decrease in its general demand in the European market.

Revenue for the Year has increased by approximately 4.96% to approximately HK\$333.53 million from approximately HK\$317.76 million in the Last Year. The Group recorded a profit attributable to the shareholders of the Company of approximately HK\$0.33 million for the Year, as compared to a loss of approximately HK\$6.37 million in the Last Year. The basic and diluted earnings per share were HK1.08 cents, as compared to the loss per share of HK23.60 cents (restated) for the Last Year.

FINANCIAL REVIEW

Revenue

Revenue for the Year was approximately HK\$333.53 million (2024: approximately HK\$317.76 million) representing an increase in approximately 4.96% as compared to the Last Year. Such increase was mainly attributable to the increase in demand from North America and Europe.

The following table sets out the breakdown of the Group's revenue by geographical locations:

	2025 <i>HK\$'000</i>	2024 <i>HK\$'000</i>
The PRC	90,589	98,182
Hong Kong	29,706	25,184
Asia (except the PRC and Hong Kong)	48,494	53,341
Europe	93,664	65,048
Eastern Europe	20,729	22,537
North America	39,962	32,807
South America	4,718	14,048
Australia	4,884	4,998
Middle East	771	1,615
Africa	13	—
	333,530	317,760

The following table sets out breakdown of the Group’s revenue by products:

	2025	2024
	<i>HK\$’000</i>	<i>HK\$’000</i>
Cylindrical batteries	236,591	219,710
Micro-button cells	92,665	93,750
Rechargeable batteries and other battery-related products	4,274	4,300
	<u>333,530</u>	<u>317,760</u>

Cost of Sales and Gross Profit

The Group recorded a gross profit for the Year of approximately HK\$71.33 million (2024: approximately HK\$79.45 million), representing an decrease of approximately 10.22% as compared to that of the Last Year. The increase in the cost of sales by approximately HK\$23.89 million from HK\$238.31 million for the Last Year to approximately HK\$262.20 million for the Year, representing an increase of approximately 10.02%. The increase was mainly attributable to the increase in revenue and appreciation in Renminbi (“RMB”) and fluctuation of commodity prices during the Year, which resulted in the increase in prices of raw materials, packaging materials and production costs.

Expenses

During the Year, the selling expenses of the Group decreased by approximately 1.83% to approximately HK\$20.89 million as compared to approximately HK\$21.28 million in the Last Year. The decrease was mainly due to the decrease in the marketing and travelling expenses. The Group’s general and administrative expenses increased by approximately HK\$4.23 million to approximately HK\$54.99 million as compared to approximately HK\$50.76 million for the Last Year. The increase in general and administrative expenses was mainly due to the increase in professional fee and salaries expense.

Finance Costs

The finance costs of the Group decreased by approximately 14.29% to approximately HK\$6.18 million for the Year as compared to approximately HK\$7.21 million in the Last Year. The decrease was mainly due to the decrease in average bank interest rates.

Income Tax

The income tax expense of the Group has decreased by approximately HK\$0.65 million to approximately HK\$0.23 million tax expense for the Year as compared to tax expense of approximately HK\$0.88 million for the Last Year. The decrease was due to the decrease of the Group’s deferred tax in the Year.

Profit attributable to the Shareholders

As a result of the foregoing, the profit attributable to shareholders of the Company for the Year was approximately HK\$0.33 million (2024: loss of HK\$6.37 million), the turnaround from loss to profit was mainly attributable to the combined effects of (i) an increase in revenue by approximately HK\$15.77 million; (ii) a recognised government subsidy of approximately HK\$1.17 million; and (iii) an increase in net exchange gain of approximately HK\$8.71 million as compared to the exchange loss of HK\$4.38 million recorded in Last Year.

LIQUIDITY AND FINANCIAL RESOURCES

The Group operates a conservative set of treasury policies to preserve value of the Group's assets and ensure that no unnecessary risk is taken with respect to the Group's assets. No financial investment other than cash and bank deposits were currently held by the Group during the year.

As at 31 December 2025, the cash and bank balances were approximately HK\$15.50 million, which was approximately HK\$15.99 million less than HK\$31.49 million as at 31 December 2024. The cash and bank balances held by the Group as at 31 December 2025 were principally denominated in Hong Kong Dollars (“**HKD**”), RMB and United States Dollars (“**USD**”).

As at 31 December 2025, the Group has utilised banking facilities of approximately HK\$213.79 million, which was approximately 94.56% of the total banking facilities available, as compared to the utilised amount of approximately HK\$206.49 million as at 31 December 2024 which was approximately 92.75% of the total banking facilities available, which represents an increase by approximately HK\$7.30 million in the utilised banking facilities as at 31 December 2025 over 31 December 2024.

2025
HK\$'000

The carrying amounts of the borrowings are repayable:

Within one year	155,409
Within a period of more than one year but not exceeding two years	10,117
Within a period of more than two years but not exceeding five years	44,671
Within a period of more than five years	3,597
	<hr/>
	213,794
	<hr/> <hr/>

The borrowings were principally denominated in HKD and RMB and were at floating interest rates mainly with reference to the Hong Kong Interbank Offered Rate (HIBOR) and PRC loan prime rate (LPR), respectively.

The Directors believe that the utilisation rate of the banking facilities has been maintained at a reasonable level. The Directors also believe that the existing banking facilities are at a safe level to support the Group's operating needs.

CHARGES ON ASSETS

The Group's bank and other borrowings facilities were secured mainly by certain property, plant and equipment, all investment properties and all prepaid land lease payments, pledged deposit and pledged time deposit of the Group with carrying value of approximately HK\$126.37 million as at 31 December 2025 (2024: approximately HK\$132.39 million).

EXPOSURE TO FLUCTUATIONS IN EXCHANGE RATES AND RELATED HEDGES

The assets, liabilities and transactions of the Group are mainly denominated in HKD, RMB and USD. Each of the Group's operating entities borrowed in local currencies (HKD for the Hong Kong entities, RMB for the PRC entities) and USD where necessary in order to minimise currency risk.

During the Year, the Group did not enter into any foreign exchange contracts to hedge against the fluctuation in exchange rates and the Group did not have any foreign currency investments which were hedged by currency borrowing and the Group did not enter into any other hedging instruments. The Board would monitor the exposure to fluctuations in exchange rates so that the related risk would be controlled at an acceptable level.

FINANCIAL KEY PERFORMANCE INDICATORS

	2025	2024
Gross profit margin	21.39%	25.00%
Net profit/(loss) margin	0.04%	(2.07)%
Gearing ratio	<u>0.80</u>	<u>0.80</u>

Gross Profit Margin

The gross profit margin decreased by approximately 3.61 percentage points from approximately 25.00% for the Last Year to approximately 21.39% for the Year. The decrease was attributable to the appreciation of RMB and the fluctuation of commodity prices during the Year, which resulted in the increase in the prices of raw materials, packaging materials and production costs.

Net Profit Margin

The net profit margin increased by approximately 2.11 percentage points to approximately 0.04% for the Year as compared to net loss margin of approximately (2.07)% for the Last Year. The increase in the net profit margin was mainly attributable to the increase in sales revenue; the government subsidy recognised; and the increase in net exchange gain by the Group.

Gearing Ratio

The gearing ratio maintained at 0.80 for the Year as same as that of the Last Year. Gearing ratio is defined as the total of other payables and accruals, secured bank overdraft, bank and other borrowings and lease liabilities divided by total equity.

CONTINGENT LIABILITIES

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

CAPITAL STRUCTURE

The capital structure of the Group consists of bank and other borrowings, net of bank balances and cash and equity attributable to Shareholders of the Group comprising issued share capital and reserves. The issued share capital of the Group comprises ordinary Shares only. Total equity of the Group amounted to approximately HK\$294.62 million as at 31 December 2025 (2024: approximately HK\$286.85 million). During the Year, the Group did not hold or sell any treasury shares.

On 27 March 2025, the Company announced that it proposed to implement the share consolidation on the basis of every 20 issued and unissued then existing shares of par value of HK\$0.04 each in the share capital of the Company to be consolidated into one consolidated share (the “**Share Consolidation**”). Before the Share Consolidation taking place, the authorised share capital of the Company was HK\$20,000,000 divided into 2,000,000,000 Shares of HK\$0.01 each, of which 540,000,000 Shares were allotted and issued, and were fully paid or credited as fully paid. Upon the Share Consolidation becoming effective, the authorised share capital of the Company became HK\$20,000,000 divided into 100,000,000 ordinary Shares of par value HK\$0.2 each, of which 27,000,000 Shares were in issue and fully paid or credited as fully paid.

The Share Consolidated was approved in an extraordinary general meeting held on 9 May 2025. The Share Consolidation became effective on 13 May 2025.

DIVIDEND

The Directors resolved not to recommend the payment of any dividend for the Year (2024: nil).

CAPITAL COMMITMENT

As at 31 December 2025, the Group had capital expenditures contracted for approximately HK\$5.54 million on a newly designed and automatic production line and others auxiliary machineries for producing specialties button cell disposable batteries for hearing aid products and medical devices. The said capital expenditures commitments will be settled through the internal resources of the Group. Other than the disclosed, the Group had no other capital expenditure commitment.

SIGNIFICANT INVESTMENTS HELD

As at 31 December 2025, the Group had the following significant investments: (i) the Company’s investment in various subsidiaries; (ii) the investment in two investment properties located at Flat B and Flat D of 20/F., Block 1, Tai Ping Industrial Centre, No. 57 Ting Kok Road, Tai Po, New Territories (the “**Tai Ping Properties**”), which are held by Golden Power Properties Limited (an indirect wholly-owned subsidiary of the Company) for leasing purpose and (iii) Shop 29, Ground Floor of Fortune Plaza, No. 4 On Chee Road, Tai Po, New Territories, Hong Kong (the “**Fortune Plaza Shop**”), which is held by China Scene Limited (an indirect wholly-owned subsidiary of the Company for leasing purpose) (collectively, the “**Investment Properties**”).

Fortune Plaza Shop and Flat D of 20/F of Tai Ping Property was rented out to independent third parties as at 31 December 2025 and other properties were open to let. As at 31 December 2025, the fair value of the Investment Properties is approximately HK\$84.10 million and the relative size of the Investment Properties to the total assets of the Group as at 31 December 2025 was approximately 12.1%. The Investment Properties recorded an unrealised fair value loss of HK\$2.90 million for the Year. The rental income generated from the Investment Properties was HK\$2.07 million during the Year. The future prospect of the Investment Properties remains stable. The investment strategy of the Company in respect of the Investment Properties is that, despite the recent slowdown of the Hong Kong property market, the Company aims to broaden the Company's fixed asset base with a positive and stable returns in the long-run, which can diversify the source of income of the Company and generate healthy income streams in to the Group.

Save as the above, the Group did not hold any other significant investments as at 31 December 2025.

FUTURE PLANS FOR MATERIAL INVESTMENT OR CAPITAL ASSET

The Group has from time to time been exploring investment opportunities that would benefit the Shareholders as a whole. The Group had capital expenditures contracted for approximately HK\$5.54 million for the acquisition of a newly designed and automatic production line and auxiliary and other machineries for producing specialties button cell batteries hearing aid products and medical devices. The acquisition will be financed by internal resources of the Group. Except for those disclosed in this announcement, the Group did not have any specific plans for material investment or capital asset as at 31 December 2025.

MATERIAL ACQUISITIONS OR DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

As disclosed in the Company's announcement date 11 November 2025 Goldtium (Jiangmen) Energy Products Company Limited ("**Goldtium**"), a company established in the PRC, an indirect wholly-owned subsidiary of the Company, has entered into the Joint Venture Agreement with Yunan Wanxing Machine Co., Ltd. ("**Wanxing Machine**") and Huang Binggang as joint venturers. Yunan Jinxing Power Technology Co., Ltd. ("**Yunan Jinxing**") was established in the PRC on 28 November 2025 with a registered capital of RMB20 million. Goldtium contributed certain items of property, plant and equipment as a capital contribution and, as a result, acquired a 49% equity interest in Yunan Jinxing, while Wanxing Machine and Huang Binggang held 49% and 2% in the equity interest in Yunan Jinxing, respectively. The principal business of Yunan Jinxing is research and development, production and operation of batteries, power supply products, and related components, raw materials and electronic appliances.

Other than above transaction, there were no material acquisitions or disposals of subsidiaries, associates or joint ventures of the Group during the Year.

PRINCIPAL RISKS AND UNCERTAINTIES

The followings are some principal risks and uncertainties facing the Group, which may materially adversely affect its business, financial condition or results of operations:

- (i) The continued escalation of trade barriers and rising trade protectionist sentiment may introduce uncertainty which influence global consumption demand;
- (ii) The military hostilities in Ukraine and the Middle East may cause uncertainties to raw material prices and logistics;
- (iii) The internal integration of production facilities is scheduled for completion between late 2026 and early 2027. However, the process may be subject to uncertainties, which could result in delays to production timelines and, consequently, affect delivery schedules.
- (iv) The Group has no long-term sales contracts with most of its major customers. If the business relationships with the major customers deteriorates or if any of the major customers reduces substantially its purchases from the Group or terminates its business relationship with the Group entirely, the business, results of operations and financial condition of the Group may be adversely affected;
- (v) The demand for disposable batteries in general and alkaline cylindrical batteries depends on the need for such disposable batteries to operate various electronic devices, the demand for which is in turn affected by technological advances and consumer preferences. Further, technological advances and increasing environmental awareness may cause consumer demand to shift from alkaline cylindrical batteries to other disposable batteries, from disposable batteries to rechargeable batteries as a substitute or even to other forms of electronic products or energy which do not require the use of batteries;
- (vi) The Group's revenue is denominated in RMB, HKD and USD and the cost of sales is primarily denominated in RMB and the remaining is denominated in HKD, USD and Euros. The value of RMB against HKD and other currencies may fluctuate and is affected by, among other things, changes in political and economic conditions in the PRC;
- (vii) The Group's business is subject to seasonality, therefore the first quarter of a year may record relatively lower revenue. In particular, the revenue generated during the month of Chinese New Year may be significantly lower than the average revenue generated during a year; and

(viii) The Group manufactures some of the products on a made-to-stock basis (that is the Group manufactures before the customers place orders with it) with reference to the sales forecast prepared in the light of the customers' historical buying pattern, particularly batteries to be sold to the customers under the Group's branded business which adopt its original design and specifications. If the sales forecast turns out to be inaccurate and the customers do not place orders with the Group in the volumes as expected, the products produced may not be absorbed by other customers, and the Group's business, results of operations and financial condition may be adversely affected.

EMPLOYEES AND REMUNERATION POLICY

The Directors believe that employees are an important asset to the Group and the quality of the employees is an important factor in sustaining the Group's business growth and improving its profitability. The Group's remuneration package is structured with reference to the individual performance, working experience and prevailing salary levels in the market. In addition to basic salary and contributions to the mandatory provident fund, staff benefits also include medical insurance scheme and the options which may be granted under the share option scheme adopted by the Company. The Group also arranges induction and on-the-job training to employees from time to time.

As at 31 December 2025, the Group had a total of 394 employees (2024: 409 employees). The Group's staff costs, including Directors' emoluments, amounted to approximately HK\$43.12 million in the Year (2024: approximately HK\$42.49 million) representing an increase of approximately 1.48% for the Year. Directors' remuneration for the Year amounted to approximately HK\$12.24 million (2024: approximately HK\$14.39 million) which included remuneration of the independent non-executive Directors for a total amount of approximately HK\$0.50 million (2024: approximately HK\$0.50 million).

Other than the statutory Mandatory Provident Fund Scheme in Hong Kong or the central pension scheme in the PRC, the Group does not have other defined contribution scheme for employees and there was no contributions which could be forfeited by the Group as at the end of the Year.

ENVIRONMENTAL POLICIES AND PERFORMANCE

As the production mainly takes place in the PRC, the Group's business is subject to the relevant PRC national and local environmental laws and regulations, such as the Environmental Protection Law of the PRC. These laws and regulations govern a broad range of environmental matters, including discharge of wastewater and disposal of hazardous waste. A summary of the environmental protection laws and regulations applicable to the Group is set out in the section headed "Regulatory Overview" in the prospectus of the Company dated 29 May 2015 (the "**Prospectus**").

To ensure compliance with the applicable environmental regulations and laws, the Group has entered into several service contracts with professional waste disposal service companies for the disposal of hazardous waste produced in the Group's production process. These professional waste disposal service companies have obtained operation permits of hazardous waste for the disposal of hazardous waste listed in the national catalogue of hazardous waste. They have also obtained operation permits of road transport for the transportation of hazardous waste or have entrusted qualified transportation service companies to carry out the transportation of hazardous waste under the relevant laws.

Prior to the entering into waste disposal service agreements with the waste disposal service companies, the Group generally required them to provide copies of the relevant permits, which would be checked against the originals and attached as appendices to the relevant agreements. The Group also conducts regular review on the validity and renewal status of such permits held by the waste disposal service companies engaged by the Group.

The Group has also appointed Mr. Liang Tao, the general manager of Goldtium (Jiangmen) Energy Products Company Limited ("**Goldtium Jiangmen**"), an indirect wholly-owned subsidiary of the Company, and one of the senior management members, to supervise and monitor compliance with statutory regulations and the Group's internal standard in respect of environmental matters.

During the Year, the Group was not subject to any major environmental claims, lawsuits, penalties, administrative or disciplinary actions.

For more information in the Group's environmental policies, please refer to the ESG Report in the 2025 annual report of the Company, which will be published in April 2026 in accordance with the Listing Rules.

COMPLIANCE WITH RELEVANT LAWS AND REGULATIONS

During the Year and up to the date of this announcement, the Group has complied with all the relevant laws and regulations in Hong Kong and the PRC in all material respects.

The Company has adopted the Corporate Governance Code (the "**CG Code**") as set out in Appendix C1 to the Listing Rules as its own code of corporate governance.

During the Year, the Board is of the opinion that the Company has complied with all the applicable code provisions set out in the CG Codes. For further information, please refer to the Corporate Governance Report in the 2025 annual report of the Company, which will be published in April 2026 in accordance with the Listing Rules.

MODEL CODE FOR DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the “**Model Code**”) as set out in Appendix C3 to the Listing Rules as the required standards for securities transactions by Directors. The Company has made specific enquiries to each of the Director and all Directors confirmed that they have complied with the required standards set out in the Model Code regarding Directors' securities transactions throughout the Year.

KEY RELATIONSHIPS WITH EMPLOYEES, CUSTOMERS AND SUPPLIERS

During the Year, the Group has maintained good relationship with its employees, customers and suppliers. The Group will continue to ensure effective communication and maintain good relationship with them.

The Group has been looking for new opportunities and has built up good relationships with its customers so as to accelerate the growth momentum. To retain the existing customers, the Group will provide the technical updates on the products development to cater for the customers' needs. The Group has successfully maintained relationships with a number of customers for more than five years, including the Group's major customers.

The Group selects its suppliers and subcontractors according to the internal quality evaluation system and maintains a list of approved suppliers and subcontractors from time to time. For the purpose of maintaining the quality of the products, the Group only purchases raw materials and trading products from the approved suppliers and outsources its packaging, electroplating and printing processes to the approved subcontractors.

The Group generally does not enter into long-term procurement contracts with its suppliers in order to maintain flexibility in being able to source raw materials at a competitive price. Its major suppliers include suppliers of raw materials and packaging materials. The Group has established an average of more than five years of business relationships with a majority of its major suppliers.

FUTURE DEVELOPMENT

The Group will continue to invest in its production facilities and upgrade the production lines in order to enhance the production capacity and efficiency in 2026. Two newly designed automatic production lines for producing button cell disposable battery for hearing aid products has commenced commercial production in 2024. The Group will keep developing new production lines focusing on health-caring and medical facilities related batteries products.

To achieve a higher level of sustainability, Group keeps put effort on aspect of Environmental, Social and Governance (ESG) in manufacturing process. Group will continue to enforce various measures for reducing the carbon emission and energy

consumption. In order to maintain its market competitiveness and sustainability, the Group will continue to streamline its corporate structure in the PRC, potential business and investment opportunities in 2026.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

During the Year, neither the Company nor any of its subsidiaries has purchased, redeemed or sold any of the Shares or any treasury shares.

REVIEW BY AUDIT COMMITTEE

The audited consolidated financial statements of the Group for the Year have been reviewed by the audit committee of the Board (the “**Audit Committee**”). The Audit Committee is of the opinion that the audited consolidated financial statements of the Group for the Year comply with the applicable accounting standards, the Listing Rules and that adequate disclosures have been made.

ANNUAL GENERAL MEETING

The forthcoming annual general meeting of the Company is scheduled to be held on Thursday, 21 May 2026 (the “**2026 AGM**”). A notice convening the 2026 AGM will be issued in accordance with the articles of association of the Company, the Listing Rules and other applicable laws and regulations.

CLOSURE OF REGISTER OF MEMBERS

For ascertaining the identity of the Shareholders who will be eligible to attend and vote at the 2026 AGM, the register of members of the Company will be closed from Monday, 18 May 2026 to Thursday, 21 May 2026 (both dates inclusive), during which no transfer of shares will be registered. In order to be eligible to attend and vote at the 2026 AGM, all completed share transfer instruments accompanied by the relevant share certificates must be lodged with Tricor Investor Services Limited, the Company’s branch share registrar and transfer office in Hong Kong, at 17F., Far East Finance Centre, 16 Harcourt Road, Hong Kong for registration not later than 4:30 pm on Friday, 15 May 2026.

AUDITOR

The consolidated financial statements of the Group for the Year have been audited by PKF Hong Kong Limited, who will retire and, being eligible, offer themselves for re-appointment at the 2026 AGM. A resolution for their re-appointment as the auditor of the Company will be proposed at the 2026 AGM.

SCOPE OF AUDITOR'S WORK ON ANNUAL RESULTS ANNOUNCEMENT

The figures in respect of the Group's consolidated statement of financial position, consolidated statement of profit or loss, consolidated statement of comprehensive income and the related notes thereto for the year ended 31 December 2025 as set out in the preliminary annual results announcement have been agreed by the Company's auditor, PKF Hong Kong Limited, to the amounts set out in the Group's audited consolidated financial statements for the year. The work performed by PKF Hong Kong Limited in this respect did not constitute an assurance engagement in accordance with Hong Kong Standards on Auditing, Hong Kong Standards on Review Engagements or Hong Kong Standards on Assurance Engagements issued by the Hong Kong Institute of Certified Public Accountants and consequently no assurance has been expressed by PKF Hong Kong Limited on the preliminary annual results announcement.

PUBLICATION OF ANNUAL RESULTS AND ANNUAL REPORT

This annual results announcement is published on the Company's website at www.goldenpower.com and the website of the Stock Exchange at www.hkexnews.hk. The 2025 annual report of the Company will be issued and made available on the above websites according to the Listing Rules by April 2026.

APPRECIATION

The Board would like to express its sincere gratitude to the management of the Group and all the staff for their hard work and dedication, as well as the Shareholders, business associates and other professional parties for their continuous support to the Group throughout the Year.

By Order of the Board
Golden Power Group Holdings Limited
Chu King Tien
Chairman and Executive Director

Hong Kong, 26 March 2026

As at the date of this announcement, the executive Directors are Mr. Chu King Tien, Ms. Chu Shuk Ching, Mr. Tang Chi Him and Mr. Chu Ho Wa, the independent non-executive Directors are Ms. Tang Sze Ning Erica, Mr. Kan Man Kim and Mr. Wong Ka Chun Matthew.