

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.



LUEN THAI HOLDINGS LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 311)

PROFIT ALERT

This announcement is made by Luen Thai Holdings Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

PROFIT ALERT

The board of directors of the Company (the “**Board**”) wishes to inform the shareholders and potential investors of the Company that, based on the review of the information currently available to the Board for the year ended 31 December 2025 (“**FY2025**”), the Company is expected to report a net profit attributable to owners of the Company within a range of approximately US\$3.8 million to US\$4.8 million for FY2025, compared to a net loss attributable to owners of the Company of approximately US\$34 million in the year ended 31 December 2024 (“**FY2024**”).

The Board considers that the expected turnaround in the Group’s results from loss to profit was primarily attributable to the absence of substantial non-recurring expenses of approximately US\$30 million that negatively impacted the results in FY2024. Such expenses incurred in FY2024 related to, but were not limited to: (a) severance payments and legal costs related to customs law and regulations in the United States of America (the “**Issues**”) incurred during the first half of FY2024; (b) the cessation of production at a loss-making factory in the People’s Republic of China and the closure of the personal protective equipment business within the Apparel segment; (c) additional provisions for inventory impairment and tax expenses; and (d) losses arising from the disposal of the Group’s equity interest in a non-profitable partially owned subsidiary and the deregistration of a joint venture.

In addition, the Company improved its gross margin and reduced finance costs during FY2025, further contributing to the expected turnaround. Specifically, the successful mitigation of the Issues strengthened the Group's gross margin profile. Furthermore, following a decline in interest rates and the strategic deployment of funding streams, finance costs decreased from approximately US\$13 million in FY2024 to approximately US\$9 million for FY2025.

As at the date of this announcement, the Company is still in the course of preparing and finalising the consolidated annual results for FY2025. The information contained in this announcement is only a preliminary assessment by the Board based on the information currently available to it, including the unaudited consolidated management accounts of the Group for FY2025, which have not been reviewed or audited by the auditors of the Company, nor reviewed by the audit committee of the Company. As such, the Company shall not be held liable for the accuracy of the information which may be subject to adjustment or amendment subsequently and is for reference only. The shareholders and potential investors of the Company are advised to refer to the Company's announcement on the annual results for FY2025 to be published in late March 2026.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.

By order of the Board
Luen Thai Holdings Limited
Tan Cho Lung, Raymond
Chief Executive Officer and Executive Director

Hong Kong, 5 February 2026

As at the date hereof, the Board comprises Mr. Wang Weimin, Dr. Tan Siu Lin, Mr. Tan Cho Lung, Raymond, Mr. Zhang Min and Mr. Jin Xin as executive directors; Ms. Fok Yue San, Sandy as non-executive director; Mr. Chan Henry, Mr. Lee Cheuk Yin, Dannis and Ms. Shi Min as independent non-executive directors.

Company website: www.luenthai.com