

edvance

Edvance International Holdings Limited
安領國際控股有限公司

(Incorporated in the Cayman Islands with limited liability)
Stock code: 1410

The background of the entire page is a vibrant, abstract digital illustration. It features a large, semi-transparent globe on the left side, with a glowing blue cloud in the center. The cloud is filled with various digital icons, including a laptop, a smartphone, and a tablet, suggesting a focus on technology and digital services. To the right of the globe, there are numerous colorful, glowing lines and dots in shades of blue, orange, and red, creating a sense of motion and data flow. The overall aesthetic is futuristic and high-tech.

2025/26

INTERIM REPORT

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CORPORATE INFORMATION

BOARD OF DIRECTORS Executive Directors

Mr. Liu Yui Ting Raymond
(Chairman and Chief Executive Officer)
Mr. Lee Francis Sung Kei
Mr. Lam Tak Ling

Non-executive Director

Mr. Lo Wai Ho Ashley

Independent non-executive Directors

Mr. Ng Tsz Fung Jimmy
Mr. Chan Siu Ming Simon
Mrs. Wong Hung Flavia Yuen Yee

COMMITTEES Audit Committee

Mr. Ng Tsz Fung Jimmy *(Chairman)*
Mr. Chan Siu Ming Simon
Mrs. Wong Hung Flavia Yuen Yee

Remuneration Committee

Mrs. Wong Hung Flavia Yuen Yee *(Chairman)*
Mr. Liu Yui Ting Raymond
Mr. Chan Siu Ming Simon
Mr. Ng Tsz Fung Jimmy

Nomination Committee

Mr. Chan Siu Ming Simon *(Chairman)*
Mr. Liu Yui Ting Raymond
Mr. Ng Tsz Fung Jimmy
Mrs. Wong Hung Flavia Yuen Yee

Investment Committee

Mr. Liu Yui Ting Raymond *(Chairman)*
Mr. Lee Francis Sung Kei
Mr. Ng Tsz Fung Jimmy

COMPANY SECRETARY

Mr. Yuen Chun Fai *(HKICPA)*

AUTHORISED REPRESENTATIVES

Mr. Yuen Chun Fai *(HKICPA)*
Mr. Liu Yui Ting Raymond

AUDITORS

Deloitte Touche Tohmatsu
Certified Public Accountants
Registered Public Interest Entity Auditors
35/F., One Pacific Place
88 Queensway
Hong Kong

LEGAL ADVISOR

LCH Lawyers LLP
Room 2402, 24th Floor
Admiralty Centre Tower Two
18 Harcourt Road
Admiralty
Hong Kong

CORPORATE INFORMATION (continued)

PRINCIPAL BANKER

The Hongkong and Shanghai Banking
Corporation Limited
HSBC Building
181 Queen's Road Central
Hong Kong

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Union Registrars Limited
Suites 3301–04
33/F., Two Chinachem Exchange Square
338 King's Road, North Point
Hong Kong

HEADQUARTERS AND PRINCIPAL PLACE OF BUSINESS IN HONG KONG

25th Floor, Tower 1
The Millennity
98 How Ming Street
Kwun Tong, Kowloon
Hong Kong

REGISTERED OFFICE

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

STOCK CODE

1410

COMPANY'S WEBSITE

www.edvanceintl.com

FINANCIAL HIGHLIGHTS

Edvance International Holdings Limited (the “**Company**”) together with its subsidiaries (the “**Group**”) recorded a revenue and gross profit of approximately HK\$391.3 million and approximately HK\$69.0 million respectively for the six months ended 30 September 2025 (“**FY2026 1H**”), representing an increase of approximately 8.1% and a decrease of approximately 2.5% respectively, when compared with the revenue and gross profit of approximately HK\$362.1 million and approximately HK\$70.7 million respectively for the six months ended 30 September 2024 (“**FY2025 1H**”).

The net profit after tax attributable to owners of the Company for FY2026 1H was approximately HK\$26.0 million (FY2025 1H: net loss of approximately HK\$1.2 million).

For illustration purpose, after excluding the impact of the fair value changes on financial assets at fair value through profit or loss (“**FVTPL**”) in both of FY2026 1H and FY2025 1H, the Group recorded an adjusted profit attributable to owners of the Company of approximately HK\$6.3 million for FY2026 1H (FY2025 1H: adjusted profit of approximately HK\$9.7 million).

The board (“**Board**”) of directors of the Company (“**Director(s)**”) does not recommend the payment of dividend for FY2026 1H (FY2025 1H: Nil).

The Board announces the unaudited condensed consolidated results of the Group for the six months ended 30 September 2025, together with the unaudited comparative figures for the corresponding period in 2024 as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 September 2025

	Notes	Six months ended 30 September	
		2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Revenue	4	391,294	362,101
Cost of sales or services		(322,334)	(291,354)
Gross profit		68,960	70,747
Other income		760	922
Impairment losses under expected credit loss model, net of reversal		(5,545)	550
Other gains and losses, net	6	20,617	(11,577)
Distribution and selling expenses		(18,482)	(20,397)
Administrative and other expenses		(38,716)	(36,502)
Finance costs		(834)	(2,332)
Profit before taxation	7	26,760	1,411
Taxation	8	(772)	(2,604)
Profit (loss) for the period		25,988	(1,193)
Other comprehensive (expense)/income for the period:			
Item that may be reclassified subsequently to profit or loss:			
Exchange differences arising on translation of foreign operations		(82)	146
		(82)	146
Total comprehensive income/(expense) for the period		25,906	(1,047)
Profit (loss) for the period attributable to:			
Owners of the Company		25,988	(1,184)
Non-controlling interests		–	(9)
		25,988	(1,193)
Total comprehensive income/(expense) for the period attributable to:			
Owners of the Company		25,906	(1,038)
Non-controlling interests		–	(9)
		25,906	(1,047)
Earnings (loss) per share (HK cents)	9		
Basic and diluted		2.59	(0.12)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2025

	Notes	As at 30 September 2025 HK\$'000 (unaudited)	As at 31 March 2025 HK\$'000 (audited)
Non-current assets			
Property and equipment	11	51,496	59,724
Goodwill		3,216	3,216
Intangible assets		24,868	26,177
Deferred tax assets		6,313	5,971
Prepayments and deposits	12	183,604	199,622
		269,497	294,710
Current assets			
Inventories		3,765	10,384
Loan receivable		860	1,460
Trade and other receivables, prepayments and deposits	12	475,031	447,528
Contract assets	13	6,207	6,563
Financial assets at FVTPL		70,591	50,908
Cash and cash equivalents		82,540	82,662
		638,994	599,505
Current liabilities			
Trade and other payables and accruals	14	137,548	138,994
Lease liabilities		9,493	9,750
Contract liabilities		318,748	312,665
Bank borrowings	15	10,441	11,802
Tax payables		3,053	2,256
		479,283	475,467
Net current assets		159,711	124,038
Total assets less current liabilities		429,208	418,748

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)

As at 30 September 2025

	Notes	As at 30 September 2025 HK\$'000 (unaudited)	As at 31 March 2025 HK\$'000 (audited)
Non-current liabilities			
Lease liabilities		11,650	16,434
Contract liabilities		201,037	211,483
Deferred tax liabilities		4,103	4,319
		216,790	232,236
Net assets		212,418	186,512
Capital and reserves			
Share capital	16	10,042	10,042
Reserves		202,376	176,470
Total equity		212,418	186,512

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 September 2025

	Share capital HK\$'000	Share premium HK\$'000	Other reserves HK\$'000	Share option reserve HK\$'000	Translation reserve HK\$'000	Accumulated profits HK\$'000	Sub-total HK\$'000	Non- controlling interests HK\$'000	Total HK\$'000
At 1 April 2025 (audited)	10,042	68,383	3,633	1,648	101	102,705	186,512	-	186,512
Profit for the period	-	-	-	-	-	25,988	25,988	-	25,988
Other comprehensive expense for the period	-	-	-	-	(82)	-	(82)	-	(82)
Total comprehensive (expense) income for the period	-	-	-	-	(82)	25,988	25,906	-	25,906
At 30 September 2025 (unaudited)	10,042	68,383	3,633	1,648	19	128,693	212,418	-	212,418
At 1 April 2024 (audited)	10,042	68,383	3,633	4,173	(88)	75,633	161,776	2,520	164,296
Loss for the period	-	-	-	-	-	(1,184)	(1,184)	(9)	(1,193)
Other comprehensive income for the period	-	-	-	-	146	-	146	-	146
Total comprehensive income (expense) for the period	-	-	-	-	146	(1,184)	(1,038)	(9)	(1,047)
Transfer to accumulated profit upon lapse of share options	-	-	-	(459)	-	459	-	-	-
Disposal of subsidiaries	-	-	-	-	-	-	-	(2,511)	(2,511)
At 30 September 2024 (unaudited)	10,042	68,383	3,633	3,714	58	74,908	160,738	-	160,738

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 September 2025

	Six months ended 30 September	
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Net cash generated from operations	6,883	37,712
Income tax paid	(532)	(1,894)
Net cash from operating activities	6,351	35,818
Net cash from (used in) investing activities:		
Repayment from loan receivable	600	1,150
Investment in financial assets at FVTPL	—	(3,642)
Purchase of property and equipment	(112)	(8)
Other investing activities	357	428
	845	(2,072)
Net cash used in financing activities:		
Bank borrowings raised	—	17,737
Repayment of bank borrowings	(1,361)	(53,665)
Payments of lease liabilities	(5,041)	(4,899)
Other financing activities	(834)	(2,332)
	(7,236)	(43,159)
Net decrease in cash and cash equivalents	(40)	(9,413)
Cash and cash equivalents at the beginning of the period	82,662	55,867
Effect of exchange rate changes	(82)	1,002
Cash and cash equivalents at the end of the period represented by bank balances and cash	82,540	47,456

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2025

1. GENERAL

The Company is an investment holding company and its subsidiaries are principally engaged in distribution of cybersecurity security products, provision of cybersecurity security services, and provision of digital assets financial services and investment business. The address of the registered office and principal place of business of the Company are Windward 3, Regatta Office Park, PO Box 1350, Grand Cayman KY1-1108, Cayman Islands and 25th Floor, Tower 1, The Millennity, 98 How Ming Street, Kwun Tong, Kowloon, Hong Kong, respectively.

The Company was incorporated in the Cayman Islands as an exempted company with limited liability and its shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited ("**Stock Exchange**").

2. BASIS OF PREPARATION

These condensed consolidated financial statements of the Group have been prepared in accordance with Hong Kong Accounting Standard ("**HKAS**") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants ("**HKICPA**") as well as with the applicable disclosure requirements of Appendix D2 to the Rules Governing the Listing of Securities on The Stock Exchange ("**Listing Rules**").

These condensed consolidated interim financial information are presented in Hong Kong Dollars ("**HK\$**"), unless otherwise stated. These condensed consolidated interim financial information contain condensed consolidated financial information and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the annual financial statements for the year ended 31 March 2025 ("**2025 Annual Financial Statements**"). These condensed consolidated interim financial information and notes do not include all of the information required for a complete set of financial statements prepared in accordance with HKFRS Accounting Standard and should be read in conjunction with the 2025 Annual Financial Statements.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2025

3. PRINCIPAL ACCOUNTING POLICIES

These condensed consolidated interim financial information have been prepared with the same accounting policies adopted in the 2025 Annual Financial Statements, except for those that relate to new standards or interpretations issued by the HKICPA mandatory for the annual periods beginning on or after 1 April 2025. The effect of the adoption of these standards, amendments and interpretation is not material on these condensed consolidated interim financial information except for the effects as described in the 2025 Annual Financial Statements.

In preparing these condensed consolidated interim financial information, the significant judgements made by the management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the 2025 Annual Financial Statements.

Application of amendments to HKFRS Accounting Standards

In the current interim period, the Group has applied the following amendments to HKFRS Accounting Standard issued by the HKICPA, for the first time, which are mandatorily effective for the Group's annual period beginning on 1 April 2025 for the preparation of the Group's condensed consolidated financial statements:

Amendments to HKAS 21

Lack of Exchangeability

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

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2025

4. REVENUE

Revenue represents the fair value of amounts received and receivable for goods sold and services provided by the Group to outside customers, less discount, sales related taxes for the period.

An analysis of the Group's revenue from goods and services by segment for the period is as follows:

	Six months ended 30 September	
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Types of goods or services:		
Cybersecurity products business*		
– procurement of network security products, system security products and application and data security products	154,791	153,498
Cybersecurity services business*		
– provision of technical implementation services	14,859	14,724
– provision of maintenance and support services	221,644	193,879
	236,503	208,603
	391,294	362,101

* The segment names are defined in the section "Segment information" in note 5.

	Six months ended 30 September	
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Timing of revenue recognition:		
Over time	236,503	208,603
A point in time	154,791	153,498
	391,294	362,101

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2025

5. SEGMENT INFORMATION

Segment revenue and results

Information reported to the executive directors of the Company, being the chief operating decision maker, for the purposes of resources allocation and assessment of segment performance focuses on types of goods or services delivered or provided.

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

- (1) Cybersecurity products business refers to the procurement of network security products, system security products and application and data security products by the Group;
- (2) Cybersecurity services business refers to the provision of technical implementation and maintenance and support services to customers by the Group; and
- (3) Digital assets financial services and investment business refers to the provision of digital assets financial services to customers, venture investment and securities trading by the Group.

An analysis of the Group's operating and reportable segment revenue and segment results is as below:

	Six months ended 30 September 2025			
	Cybersecurity products business	Cybersecurity services business	Digital assets financial services and investment business	Total
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Segment revenue	154,791	236,503	–	391,294
Segment results	20,926	42,488	19,650	83,064
Other income				760
Unallocated other gains and losses, net				934
Unallocated distribution and selling expenses				(18,482)
Unallocated administrative and other expenses				(38,682)
Finance costs				(834)
Profit before taxation				26,760

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2025

5. SEGMENT INFORMATION (continued)

Segment revenue and results (continued)

	Six months ended 30 September 2024			
	Cybersecurity products business	Cybersecurity services business	Digital assets financial services and investment business	Total
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Segment revenue	153,498	208,603	–	362,101
Segment results	19,764	51,534	(11,942)	59,356
Other income				922
Unallocated other gains and losses, net				(689)
Unallocated distribution and selling expenses				(20,348)
Unallocated administrative and other expenses				(35,498)
Finance costs				(2,332)
Profit before taxation				1,411

Segment result represents the profit earned by/loss from each segment without allocation of other income, certain other gains and losses, net, certain distribution and selling expenses, certain administrative and other expenses, finance costs and taxation. This is the measure reported to the chief operating decision maker for the purposes of resource allocation and performance assessment.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2025

5. SEGMENT INFORMATION (continued)

Geographical information

The Group's operations are located in Hong Kong, Macau and the People's Republic of China ("PRC") (excluding Hong Kong and Macau) and Republic of Singapore ("Singapore"). Information about the Group's revenue is analysed by location of the customers.

	Six months ended 30 September	
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Geographical markets:		
Hong Kong	366,266	330,042
Macau	13,774	22,218
Singapore	6,384	984
Mongolian People's Republic	3,743	6,561
The PRC (excluding Hong Kong and Macau)	674	2,086
Others	453	210
	391,294	362,101

6. OTHER GAINS AND LOSSES, NET

	Six months ended 30 September	
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Net foreign exchange gain (loss)	934	(689)
Fair value gain (loss) on financial assets at FVTPL	19,683	(10,888)
	20,617	(11,577)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2025

7. PROFIT BEFORE TAXATION

	Six months ended 30 September	
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Profit before tax has been arrived at after charging:		
Staff costs:		
Directors' remuneration	4,450	4,207
Other staff costs	38,507	38,205
Contributions to retirement benefits schemes	1,385	1,446
	44,342	43,858
Auditor's remuneration	846	821
Cost of inventories recognised as an expense	131,814	133,734
Amortisation of intangible assets	1,309	1,309
Depreciation of right-of-use assets	5,250	5,419
Depreciation of other property and equipment	3,088	3,641
Depreciation of property and equipment	8,338	9,060

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2025

8. TAXATION

	Six months ended 30 September	
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Current tax:		
Hong Kong Profits Tax	1,329	3,203
Deferred tax credit	(557)	(599)
	772	2,604

For the six months ended 30 September 2025 and 2024, Hong Kong Profits Tax is calculated at 8.25% on the first HK\$2,000,000 of the estimated assessable profits of one of the subsidiaries of the Company and at 16.5% on the estimated assessable profits above HK\$2,000,000. The profits of corporations not qualified for the two-tier profits tax regime will continue to be taxed at a flat rate of 16.5%.

Under the Law ("EIT Law") of the PRC on Enterprise Income Tax ("EIT") and Implementation Regulations of the EIT Law, the tax rate of the PRC subsidiaries is 25% for the six months ended 30 September 2025 and 2024. No provision for PRC EIT was made as the PRC subsidiaries have incurred tax losses for both periods.

The Singapore Income Tax is determined by applying the Singapore tax rate of 17%. No provision of Singapore Income Tax was made as the subsidiaries in Singapore have incurred tax losses for both periods.

No provision of Macau Complementary Tax was made for the six months ended 30 September 2025 and 2024 as the subsidiary in Macau has incurred tax losses for both periods.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2025

9. EARNINGS (LOSS) PER SHARE

The calculation of the basic and diluted earnings (loss) per share attributable to the owners of the Company is based on the following data:

	Six months ended 30 September	
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Profit (loss) for the period attributable to owners of the Company for the purpose of calculating basic and diluted earnings (loss) per share	25,988	(1,184)

	Six months ended 30 September	
	2025 Number of Shares '000 (unaudited)	2024 Number of Shares '000 (unaudited)
Weighted average number of ordinary share for the purpose of calculating basic loss per share	1,004,217	1,004,217

10. DIVIDEND

The Directors do not recommend the payment of an interim dividend for the six months ended 30 September 2025 (six months ended 30 September 2024: Nil).

11. PROPERTY AND EQUIPMENT

During the six months ended 30 September 2025, the Group acquired property and equipment of approximately HK\$112,000 (six months ended 30 September 2024: approximately HK\$8,000).

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2025

12. TRADE AND OTHER RECEIVABLES, PREPAYMENTS AND DEPOSITS

	As at 30 September 2025 HK\$'000 (unaudited)	As at 31 March 2025 HK\$'000 (audited)
Current		
Trade receivables	221,361	200,539
Less: allowance for credit losses	(12,852)	(7,116)
	208,509	193,423
Prepayments to suppliers for maintenance and support services	261,199	251,661
Receivables with broker's house	529	464
Prepayments and other receivables	4,794	1,980
	475,031	447,528
Non-current		
Rental deposits	3,180	3,180
Deposits and prepayment for life insurance contracts	11,360	15,139
Prepayments to suppliers for maintenance and support services	169,064	181,303
	183,604	199,622
Total trade and other receivables, prepayments and deposits	658,635	647,150

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2025

12. TRADE AND OTHER RECEIVABLES, PREPAYMENTS AND DEPOSITS (continued)

The following is an ageing analysis of trade receivables, net of allowance for credit losses, presented based on the invoice date at the end of each reporting period:

	As at 30 September 2025 HK\$'000 (unaudited)	As at 31 March 2025 HK\$'000 (audited)
0 to 30 days	140,518	140,105
31 to 60 days	43,209	30,160
61 to 90 days	15,296	17,145
91 to 120 days	5,963	239
121 to 365 days	3,523	5,774
	208,509	193,423

13. CONTRACT ASSETS

	As at 30 September 2025 HK\$'000 (unaudited)	As at 31 March 2025 HK\$'000 (audited)
Contract assets from technical implementation services contracts	6,263	6,647
Less: allowance for credit losses	(56)	(84)
	6,207	6,563

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2025

14. TRADE AND OTHER PAYABLES AND ACCRUALS

The following is an analysis of trade and other payables and accruals:

	As at 30 September 2025 HK\$'000 (unaudited)	As at 31 March 2025 HK\$'000 (audited)
Trade payables	122,242	120,456
Accrued expense	7,092	11,088
Accrued staff costs	7,145	6,623
Others	1,069	827
	137,548	138,994

The credit period ranges from 30 to 60 days. The following is an ageing analysis of trade payables presented based on the invoice date:

	As at 30 September 2025 HK\$'000 (unaudited)	As at 31 March 2025 HK\$'000 (audited)
0 to 30 days	108,965	109,566
31 to 60 days	10,347	6,445
61 to 90 days	2,930	3,696
91 to 120 days	–	749
	122,242	120,456

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2025

15. BANK BORROWINGS

	As at 30 September 2025 HK\$'000 (unaudited)	As at 31 March 2025 HK\$'000 (audited)
Secured and guaranteed bank borrowings	10,441	11,802
The carrying amounts of the above bank borrowings are repayable:		
Within one year	985	2,023
More than one year but not exceeding two years	645	698
More than two years but not exceeding five years	8,811	9,081
	10,441	11,802
Less: Amounts due within one year or contains a repayment on demand clause shown under current liabilities	(10,441)	(11,802)
Amounts shown under non-current liabilities	—	—

16. SHARE CAPITAL

Details of the shares of the Company are as follows:

	Number of shares	HK\$'000
Ordinary shares of HK\$0.01 each		
Authorised:		
At 1 April 2024, 30 September 2024, 1 April 2025 and 30 September 2025	2,000,000,000	20,000
Issued and fully paid:		
At 1 April 2024 (audited), 30 September 2024 (unaudited), 1 April 2025 (audited) and 30 September 2025 (unaudited)	1,004,217,000	10,042

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

For the six months ended 30 September 2025 (“**FY2026 1H**”), revenue for Edvance International Holdings Limited (“**Company**”, together with its subsidiaries, “**Group**”) increased by approximately 8.1% compared to the six months ended 30 September 2024 (“**FY2025 1H**”).

The Group observes sustained focus and strong demand for cybersecurity products and services in Hong Kong, which has been a key driver for ongoing revenue growth. We are confident this trend is set to continue for the foreseeable short to medium term.

Through prudent and effective cost management measures implemented since FY2025 1H, operating profit remained positive in FY2026 1H despite the weak global economy. As a result, excluding fair value changes on investments, the current period’s operating performance recorded a profit of approximately HK\$6.3 million, compared with a profit of approximately HK\$9.7 million in the first half of FY2025, representing a slight decrease.

The Group remains committed to executing our corporate strategy and is focused on delivering our core competence and exceptional services to our clients.

Cybersecurity product distribution and services

With the rapid advancement and widespread adoption of artificial intelligence, cyberattacks have grown increasingly sophisticated. Alongside evolving regulations and the rise of automation across industries, businesses are placing heightened emphasis on cybersecurity, driving the demand for a diverse range of solutions to address these complex threats.

In FY2026 1H, the Group continued to experience robust demand for cybersecurity products and services, reflecting the persistent and growing need for enhanced security measures.

Moreover, our successful shift to a subscription-based business model has delivered positive outcomes in prior years, resulting in more stable and predictable revenue streams. This transition has further strengthened our position as a leading distributor of cybersecurity solutions.

In FY2026 1H, the Group continued to introduce new cybersecurity products and is actively evaluating additional products and technologies from China that align with the local market’s requirements. At the same time, we are strengthening our support services to provide secure, high-performance, and cost-effective cybersecurity solutions that meet our customers’ evolving needs.

MANAGEMENT DISCUSSION AND ANALYSIS (continued)

Cybersecurity-as-a-service

Our cybersecurity-as-a-service offerings continue to gain significant traction. Local challenges stemming from insufficient IT and cybersecurity expertise are driving increased demand for outsourced cybersecurity services, as evidenced by a growing number of clients adopting our cybersecurity-as-a-service solutions.

Additionally, our online cybersecurity awareness training platform has been well received in FY2026 1H, offering local organisations easy online access to vital cybersecurity knowledge, fulfilling an existing gap in strengthening employee security posture. The Group anticipates this innovative product line will grow into a rapidly expanding business segment. With training content also available in Thailand and Malaysia, we aim to achieve a significant breakthrough in the Association of Southeast Asian Nations (ASEAN) market.

Digital assets financial services and investment

FY2026 1H has been marked by significant volatility in global financial markets, with fluctuating stock prices and evolving investor sentiment. These uncertainties highlight the importance of prudent financial management and disciplined investment strategies.

In FY2026 1H, the strategic investment in the holding company of Hong Kong Digital Asset Ex Limited (“**HKbitEX**”) is our main investment in this business segment. Such investment contributed to fair-value gain on financial assets at fair value through profit and loss (“**FVTPL**”) of approximately HK\$17.7 million (FY2025 1H: fair value loss on this investment of approximately HK\$11.2 million) for the Group in FY2026 1H.

We remain committed to safeguarding shareholder value while pursuing sustainable growth. Recognising the challenges posed by market instability, we will adopt a cautious and selective approach to capital allocation.

OUTLOOK

Looking ahead, we remain optimistic about the Group’s overall business outlook. Despite some uncertainties in market conditions in the short term, demand for cybersecurity products and services, including cybersecurity-as-a-service, continues to be strong in Hong Kong and across the ASEAN region.

We will maintain our focus on our core business, delivering enhanced value to our clients while exercising prudent operational management. Our commitment is to develop cybersecurity solutions that more effectively address regional needs and ensure our clients are well protected against cyber threats.

In closing, we again sincerely thank our employees, partners, customers, and shareholders for their steadfast support. We eagerly anticipate exciting developments in the second half of FY2026 ahead.

MANAGEMENT DISCUSSION AND ANALYSIS (continued)

FINANCIAL REVIEW

Revenue

The Group's revenue increased by approximately HK\$29.2 million, or approximately 8.1%, from approximately HK\$362.1 million for FY2025 1H to approximately HK\$391.3 million for FY2026 1H. The increase was mainly attribute to the continuous strong demand for our core cybersecurity products and services related businesses in FY2026 1H.

Gross profit and gross profit margin

The Group's gross profit slightly decreased by approximately HK\$1.7 million, or approximately 2.5%, from approximately HK\$70.7 million in FY2025 1H to approximately HK\$69.0 million in FY2026 1H. The gross profit margin decreased by approximately 1.9% to approximately 17.6% in FY2026 1H as compared to approximately 19.5% in FY2025 1H. The decrease in gross profit and the lowered gross profit margin compared with FY2025 1H was mainly due to higher technical services costs incurred in cybersecurity services business and comparatively lowered profit margin incurred in cybersecurity products business driven by market competitive pressure.

Other gains and losses, net

Other gains and losses, net for FY2026 1H, mainly represented the fair value gain on financial assets at FVTPL of approximately HK\$19.7 million (FY2025 1H: fair value loss of approximately HK\$10.9 million). This fair value gain on financial assets at FVTPL mainly represented the fair value on unlisted investment of the holding company of HKbitEX of approximately HK\$17.7 million in FY2026 1H (FY2025 1H: fair value loss on this investment of approximately HK\$11.2 million).

Distribution and selling expenses

The Group's distribution and selling expenses decreased by approximately HK\$1.9 million, or approximately 9.4%, from approximately HK\$20.4 million in FY2025 1H to approximately HK\$18.5 million in FY2026 1H. Such decrease was due to decrease in marketing staff costs in FY2026 1H.

Administrative and other expenses

The administrative and other expenses slightly increased by HK\$2.2 million, or approximately 6.1% from approximately HK\$36.5 million for FY2025 1H to approximately HK\$38.7 million for FY2026 1H mainly due to the increase in administrative staff costs and general operating costs in FY2026 1H.

Profit for the period attributable to owners of the Company

The profit attributable to owners of the Company was approximately HK\$26.0 million in FY2026 1H whereas the loss attributable to owners of the Company of approximately HK\$1.2 million in FY2025 1H. The turnaround from net loss to net profit was mainly attributable to the fair value gain on financial assets at FVTPL of approximately HK\$17.7 million in relation to the unlisted investment of holding company of HKbitEX based on the valuation report prepared by an independent professional valuer as at 30 September 2025 (FY2025 1H: fair value loss on this investment of approximately HK\$11.2 million) as mentioned above.

MANAGEMENT DISCUSSION AND ANALYSIS (continued)

DIVIDEND

The board (“**Board**”) of directors of the Company (“**Directors**”) does not recommend the payment of any dividend for FY2026 1H (FY2025 1H: Nil).

LIQUIDITY, FINANCIAL RESOURCES AND FUNDING

The Group financed its operation mainly through cash generated from our operating activities and bank borrowings. As at 30 September 2025, we had cash and cash equivalents of approximately HK\$82.5 million (as at 31 March 2025: approximately HK\$82.7 million), among which approximately 62.7% was denominated in Hong Kong Dollars, approximately 21.6% was denominated in United States Dollars, approximately 6.5% was denominated in Singapore Dollars and the remaining 9.2% was denominated in other currencies.

As at 30 September 2025, the Group’s total bank borrowings reduced by approximately 11.5% from that of last year and amounted to approximately HK\$10.4 million (as at 31 March 2025: approximately HK\$11.8 million). As at 30 September 2025, all of the Group’s bank borrowings were secured and guaranteed, and with repayment due dates ranging from 2025 to 2028 and all of which was denominated in Hong Kong Dollars. As at 30 September 2025, all of the bank borrowings bore floating interest rates.

GEARING RATIO

The Group’s gearing ratio which is defined as the sum of bank borrowings and lease liabilities as at the respective period end divided by the total equity as at the respective corresponding period end and multiplied by 100%, was approximately 14.9% as at 30 September 2025 (as at 31 March 2025: approximately 20.4%). The Group maintained strong liquidity position during FY2026 1H.

CAPITAL STRUCTURE

As at 30 September 2025, the capital structure of the Company comprised bank borrowings, cash and cash equivalents and equity attributable to owners of the Company, comprising share capital and reserves. Detail of movements in the share capital during FY2026 1H are set out in note 16 to the unaudited condensed consolidated financial statements in this report.

FUTURE PLANS FOR MATERIAL INVESTMENTS AND CAPITAL ASSETS

Save as disclosed in the paragraphs headed “Outlook” above, the Group does not have any future plans for material investments and capital assets as at the date of this report.

MANAGEMENT DISCUSSION AND ANALYSIS (continued)

SIGNIFICANT INVESTMENTS

As at 30 September 2025, the financial assets at FVTPL of the Group amounted to approximately HK\$70.6 million (31 March 2025: approximately HK\$50.9 million), mainly including unlisted preference shares investment of approximately HK\$64.2 million (31 March 2025: approximately HK\$46.5 million).

The Directors considered that (i) investments with a carrying amount that account for more than 5% of the Group's unaudited total assets as at 30 September 2025; or (ii) investments which recorded realised or unrealised gain/(loss) of over HK\$5 million during FY2026 1H as significant investments.

						Percentage to the Group's unaudited consolidated total assets as at 30 September 2025
Description of investments	Note	Carrying amount as at 1 April 2025 HK\$'000	Acquisition and disposal, net during the period HK\$'000	Fair value gain recognised in profit and loss, net during the period HK\$'000	Carrying amount as at 30 September 2025 HK\$'000	
Financial assets at FVTPL						
Unlisted preference shares investment, at fair value						
– investment in the holding company of HKbitEX	(a)	46,525	–	17,653	64,178	7.06%
Equity securities listed in Hong Kong		4,383	–	2,030	6,413	0.71%
Total		50,908	–	19,683	70,591	7.77%

Note:

- (a) This unlisted preference shares investment, being 102,273 shares and originally represented approximately 6% of issued shares (on an as-converted basis) of the Tykhe Capital Group Limited ("Tykhe"). Subsequently, in July 2021, Tykhe completed a subscription agreement with several investors with respect to issuance of Pre-Series B Preference Shares of Tykhe and our shares represented approximately 5.82% of issued shares (on a converted basis) of Tykhe. Such unlisted preference shares investment was originally held for an identified long-term strategic purpose. The initial investment cost of such investment was approximately HK\$23.3 million. At the end of FY2026 1H, the Group intended to dispose such shares to willing buyers in the foreseeable future in order to maximise the returns of the shareholders of the Company.

Tykhe was established in July 2018 and principally engaged in the operation of a virtual asset trading exchange through its wholly-owned subsidiary, HKbitEX. HKbitEX is headquartered in Hong Kong and obtained the approval in principle from the SFC for dealing in securities (Type 1) and automated trading services (Type 7) licences for a virtual asset trading platform, which will enable them to offer regulated virtual asset trading services to global professional and institutional investors.

As at 30 September 2025, the fair value of this unlisted preference shares investment was approximately HK\$64.2 million based on the valuation report prepared by an independent professional valuer.

Save as disclosed above, the Group had no other significant investment during FY2026 1H.

MANAGEMENT DISCUSSION AND ANALYSIS (continued)

MATERIAL ACQUISITION AND DISPOSAL OF SUBSIDIARIES

The Group had no other significant investment, material acquisition or disposal of subsidiaries and affiliated companies during FY2026 1H.

CAPITAL COMMITMENTS

As at 30 September 2025, the Group has no significant capital commitments in respect of the property and equipment contracted but not provided for (31 March 2025: Nil).

CONTINGENT LIABILITIES

As at 30 September 2025, the Group had no material contingent liabilities (31 March 2025: Nil).

EXPOSURE TO EXCHANGE RATE FLUCTUATION

The Group's purchase are primarily denominated and settled in US Dollars. The sales of the Group are predominated in Hong Kong Dollars. The Group will continue to monitor the risk related to foreign exchanges. The Group did not use any hedging contracts to engage in speculative activities during FY2026 1H.

CHARGE ON THE GROUP'S ASSETS

As at 30 September 2025, the Group's bank borrowings were secured by the properties located in Hong Kong, and life insurance contracts entered into with a bank.

INFORMATION ON EMPLOYEES AND REMUNERATION POLICIES

As at 30 September 2025, the Group had 126 employees (as at 30 September 2024: 121 employees) and most of them were working in Hong Kong. We incurred staff costs inclusive of performance related bonus, share based payments and directors' emoluments of approximately HK\$44.3 million and approximately HK\$43.9 million for FY2026 1H and FY2025 1H, respectively.

The remuneration package for the Group's employees generally includes salary and bonuses. The Group's employees also receive welfare benefits, including retirement benefits, occupational injury insurance, medical insurance and other miscellaneous items. The Group conducts annual review of the performance of the Group's employees for determining the level of bonus, salary adjustment and promotion of the Group's employees. The Group also conducts research on the remuneration packages offered for similar positions in Hong Kong in order to keep the Group's remuneration packages at a competitive level. The Company has also adopted share award scheme and share option scheme, which are designed to provide incentives and rewards to the Group's employees.

OTHER INFORMATION

SHARE AWARD SCHEME

The Company had adopted a share award scheme on 1 September 2020 ("**Original Share Award Scheme**"). Pursuant to the consultation conclusions on the proposed amendments to the Rules ("**Listing Rules**") Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited ("**Stock Exchange**") relating to share schemes of listed issuers and housekeeping rule amendment published by the Stock Exchange in July 2022 ("**Consultation Conclusions**"), which took effect from 1 January 2023, ordinary resolutions have been passed in the annual general meeting of the Company held on 5 September 2023 ("**Amendment Date**") to adopt the amendments to the Original Share Award Scheme ("**Amendments**") and the Scheme Mandate Limit (as defined below) to bring it in line with the Listing Rules. A summary of the principal terms of the Original Share Award Scheme (as amended by the Amendments) ("**Share Award Scheme**") is set out below:

The purposes of the Share Award Scheme are: (i) to recognise the contributions by certain eligible participants and to provide them with incentives in order to retain them for the continual operation, development and growth of the Group; and (ii) to attract suitable personnel for further development and growth of the Group.

The eligible participants, include any (i) director or employee of the Group (including persons who are granted awards under the Share Award Scheme as an inducement to enter into employment contracts with the Group) ("**Employee Participant**"); and (ii) director or employee of the holding companies, fellow subsidiaries or associated companies of the Company.

The total number of ordinary shares of the Company ("**Shares**") which may be issued in respect of all options and awards to be granted under the Share Award Scheme and any other share schemes of the Company shall not exceed 10% of all issued Shares as at the Amendment Date ("**Scheme Mandate Limit**"). Accordingly, the Scheme Mandate Limit shall be 101,225,700 Shares (excluding the share awards and/or options lapsed under the share award schemes and/or share option schemes involving issuance of new Shares adopted and to be adopted by the Company from time to time, including the Share Option Scheme (as defined below) and the Share Award Scheme ("**Share Incentive Schemes**")), representing approximately 10% of the total issued share capital of the Company as at the date of this interim report.

The maximum number of Shares issued and to be issued in respect of all grants made under any Share Incentive Schemes (granted and proposed to be granted, whether exercised, cancelled or outstanding, excluding options or awards lapsed in accordance with any Share Incentive Schemes) to a grantee in the 12-month period up to and including the date of grant of the relevant awards shall not exceed 1% of the total number of Shares in issue.

The awards granted shall be subject to a vesting period as determined by the Board, which shall be at least 12 months commencing from the date of the grant notice. A shorter vesting period of the awards may be granted to an Employee Participant grantee at the discretion of the Board and/or the remuneration committee of the Company as deemed appropriate and under the specified circumstances as set out in the Share Award Scheme.

OTHER INFORMATION (continued)

Except for such consideration which shall be paid by the awardee to the Company (where applicable) in such manner and on or before such deadline(s) as prescribed in the grant notice by the grantee who accepts the offer of the award to the Company where applicable, no other purchase price shall be paid for the awards or the awarded Shares. The grant price under the Share Award Scheme shall be determined by the Company with reference to other cases of listed companies, taking into account factors such as the implementation effect of the Company's historical share-based incentive scheme, the trend of the Share price in recent years and the actual situation of the Company. The pricing shall comprehensively consider the effectiveness of the Share Award Scheme and the impact of the Company's expenses, and will not have a negative impact on the Company's operation, reflecting the actual incentive needs of the Company and is reasonable.

The Share Award Scheme shall be valid and effective for 10 years from its adoption date, 1 September 2020. The remaining life of the Share Award Scheme is approximately five years.

Details of the Share Award Scheme and the Amendments were set out in the announcements of the Company dated 29 June 2023 and 25 July 2023 and the circular of the Company dated 2 August 2023.

The total number of awards available for grant under the Share Award Scheme and any other scheme of the Company as at 1 April 2025 and 30 September 2025, and up to the date of this interim report was 101,225,700 Shares, representing approximately 10% of the total issued Shares as at the date of this interim report.

OTHER INFORMATION (continued)

A total of 8,320,000 shares of the Company were awarded under the Original Share Award Scheme prior to FY2026 1H. Details of the share awards granted to each participant under the Original Share Award Scheme, as well as the details of the movements of awarded shares during FY2026 1H and the number of unvested awarded shares as at 1 April 2025 and 30 September 2025 under the Share Award Scheme are disclosed as follows:

Grantee	Date of grant of share awards	Number of awarded shares granted	Vesting date of awarded shares	Purchase price of awarded shares HK\$	Number of unvested awarded shares as at 1 April 2025	Number of awarded shares granted during the period	Number of awarded shares vested during the period	Number of awarded shares cancelled during the period	Number of awarded shares lapsed during the period	Number of unvested awarded shares as at 30 September 2025
Employees	3 September 2020	3,500,000	On the date of grant (Note 1)	– (Note 2)	–	–	–	–	–	–
Employee	16 February 2022	1,820,000	On the date of grant (Note 1)	– (Note 2)	–	–	–	–	–	–
Service providers										
Mr. Chau Shing Yim David	16 February 2022	1,000,000	On the date of grant (Note 1)	– (Note 2)	–	–	–	–	–	–
Mr. Lau Kwok Fan	16 February 2022	1,000,000	On the date of grant (Note 1)	– (Note 2)	–	–	–	–	–	–
Mr. Yu Pui Hang	16 February 2022	1,000,000	On the date of grant (Note 1)	– (Note 2)	–	–	–	–	–	–
Total		8,320,000		–	–	–	–	–	–	–

OTHER INFORMATION (continued)

Notes:

1. There was no vesting period for the awarded shares.
2. There was no purchase price payable by the grantees for the awarded shares. The awarded shares were transferred to the grantees at nil consideration on the date of vesting.
3. Further details of the grant of awarded shares to the employees and service providers of the Group were disclosed in the announcements of the Company dated 3 September 2020, 16 February 2022 and 16 March 2022.

During FY2026 1H, no Share was awarded, allotted, issued, vested, cancelled or lapsed under the Share Award Scheme.

There was no service provider sublimit set under the Share Award Scheme.

SHARE OPTION SCHEME

On 23 March 2017, the Company had conditionally approved and adopted the share option scheme ("**Share Option Scheme**") where eligible participants may be granted options entitling them to subscribe for the Shares. The purpose of the Share Option Scheme is to enable the Company to grant share options to eligible participants as incentives or rewards for their contribution to the Group.

Under the Share Option Scheme, the Board shall be entitled to offer to grant a share option to any eligible participant, which includes any director, employee, officer, consultant, customer, supplier, agent, partner or advisor of or contractor to the Group, whom the Board may think fit. Following the amendments to Chapter 17 of the Listing Rules which came into effect on 1 January 2023, the Company can only grant options to such eligible participants which are permitted under the Listing Rules.

For details of the total number of shares available for issue and the maximum entitlement of each eligible participant under the Share Option Scheme, please refer to the paragraphs set out under the heading "Share Award Scheme" above. Any offer under the Share Option Scheme must be accepted by the relevant eligible participant with a payment in favour of the Company of HK\$1 as nominal consideration within 21 days from the date of the offer. Any option under the Share Option Scheme, may be exercised at any time during the relevant option period.

The exercise price in respect of any option under the Share Option Scheme shall be not less than the higher of:

- (a) the closing price of the Shares on the date of the offer of the grant;
- (b) the average closing price of the Shares for the five business days immediately proceeding the date of the offer of grant; and
- (c) the nominal value of such Shares.

OTHER INFORMATION (continued)

Subject to the Listing Rules and the terms and conditions of the Share Option Scheme, the Board may, from time to time, at its absolute discretion, set a minimum vesting period for the share options to be granted.

Unless otherwise cancelled or amended, the Share Option Scheme will remain in force for a period of 10 years until 22 March 2027. The remaining life of the Share Option Scheme is approximately two years.

As the Share Option Scheme was approved and adopted by the Board prior to the Consultation Conclusions and the new Chapter 17 of the Listing Rules which came into effect on 1 January 2023, any share options to be granted under the Share Option Scheme going forward (if any) shall be subject to the new requirements under Chapter 17 of the Listing Rules.

The total number of options available for grant under the Share Option Scheme and any other scheme of the Company as at 1 April 2025 and 30 September 2025, and up to the date of this interim report was 101,225,700 Shares, representing approximately 10% of the total issued Shares as at the date of this interim report.

Details of the movements of share options of the Company ("**Share Options**") granted, exercised, cancelled/forfeited or lapsed during FY2026 1H and outstanding as at 30 September 2025 are as follows:

Share Options movement summary

Grantee	Date of grant of Share Options	Vesting date	Exercise price of Share Options HK\$	Exercise period (both dates inclusive)	Outstanding as at 1 April 2025	Grant during the period	Exercise during the period	Cancelled/ forfeited during the period	Lapsed during the period	Outstanding as at 30 September 2025
Director										
Mr. Liu Yui Ting	21 April 2021	21 April 2022	0.582	21 April 2022 to 22 March 2027	2,200,000	-	-	-	-	2,200,000
Raymond ("Raymond Liu")	21 April 2021	21 April 2023	0.582	21 April 2023 to 22 March 2027	1,650,000	-	-	-	-	1,650,000
(Note 1)	21 April 2021	21 April 2024	0.582	21 April 2024 to 22 March 2027	1,650,000	-	-	-	-	1,650,000
Total for Director					5,500,000	-	-	-	-	5,500,000

Note:

- The reason for the grant to Mr. Raymond Liu was to reward him for the progressive growth of the Group. The remuneration committee of the Company is of the view that such grant will incentivise Mr. Raymond Liu to continue to lead the Group for a sustainable growth after consideration of compensation packages of other executives in the market where we operate with similar role and responsibilities.

OTHER INFORMATION (continued)

During FY2026 1H, save for disclosed above, no share option was granted, vested, exercised, cancelled, forfeited or lapsed under the Share Option Scheme.

There was no service provider sublimit set under the Share Option Scheme.

The number of Shares that may be issued in respect of options and awards granted under all share schemes of the Company during FY2026 1H divided by the weighted average number of shares of the relevant class in issue (excluding treasury shares) for FY2026 1H is 0.

Saved as disclosed above, none of the grantees is a director, chief executive or substantial shareholder of the Company, or any of their respective associates (as defined in the Listing Rules).

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

As at 30 September 2025, the interests of the Directors in the Shares, underlying Shares and debentures of the Company and any of its associated corporations (within the meaning of Part XV of Securities and Future Ordinance ("SFO") which (a) 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 in which they are taken or deemed to have under such provisions of the SFO); or (b) pursuant to section 352 of the SFO, entered in the register referred to therein; or (c) notified to the Company and the Stock Exchange pursuant to the code for dealing in securities of the Company by the Directors as set out in Appendix C3 of the Listing Rules ("Model Code"), are set out below:

Long positions

Names of Director	Capacity/Nature of Interest	Class of shares	Number of Shares held	Number of underlying Shares held	Approximate percentage of shareholding ⁽¹⁾
Mr. Raymond Liu ⁽²⁾	Interest of a controlled corporation	Ordinary	570,000,000	–	56.76%
	Beneficial owner ⁽⁶⁾	Ordinary	–	5,500,000	0.55%
					<u>57.31%</u>
Mr. Lo Wai Ho Ashley ("Mr. Ashley Lo") ⁽²⁾	Interest of a controlled corporation	Ordinary	570,000,000	–	56.76%
Mr. Lam Tak Ling ⁽³⁾	Interest of a controlled corporation	Ordinary	22,500,000	–	2.24%
Mr. Lee Francis Sung Kei ("Mr. Francis Lee") ⁽⁴⁾	Interest of a controlled corporation	Ordinary	19,700,000	–	1.96%

OTHER INFORMATION (continued)

Notes:

- (1) The percentage was based on the total number of ordinary shares of the Company in issue (1,004,217,000 Shares) as at 30 September 2025.
- (2) This represents the Shares held by Success Vision International Group Limited ("**Success Vision**"), a company that is beneficially owned as to 82.50% by Mr. Raymond Liu and 17.50% by Mr. Ashley Lo, respectively, therefore, they were deemed to be interested in the 570,000,000 Shares under the SFO.
- (3) This represents the Shares held by Linking Vision Limited, a company was wholly-owned by Mr. Lam Tak Ling and therefore, he was deemed to be interested in the 22,500,000 Shares under the SFO.
- (4) This represents the Shares held by Pioneer Marvel Limited, a company was wholly-owned by Mr. Francis Lee and therefore, he was deemed to be interested in the 19,700,000 Shares under the SFO.
- (5) On 21 April 2021, the Company granted a total of 5,500,000 Share Options to Mr. Raymond Liu under the Share Option Scheme.

Save as disclosed above, as at 30 September 2025, none of the Directors or chief executives of the Company nor their associates had registered an interest or short position in any Shares or underlying Shares and/or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which would have to be 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 in which they were taken or deemed to have under such provisions of the SFO) or that was required to be recorded in the register kept by the Company pursuant to section 352 of the SFO, or which are required to be notified to the Company and the Stock Exchange, pursuant to the Model Code.

DIRECTORS' RIGHTS TO ACQUIRE SHARES AND DEBENTURES

Save as disclosed in the section headed "Share Award Scheme" and "Share Option Scheme" of this report, at no time during FY2026 1H and up to the date of this report was the Company, its subsidiaries, its fellow subsidiaries or its holding companies a party to any arrangement to enable the Directors to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

OTHER INFORMATION (continued)

SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES

As at 30 September 2025, the following persons (other than the Directors or chief executive of the Company), had interests in the Shares and underlying Shares of the Company which were disclosed pursuant to the provisions of Divisions 2 and 3 of Part XV of the SFO, or which were pursuant to Section 336 of the SFO, entered in the register of the Company, were as follows:

Long positions

Name	Capacity/Nature of Interest	Number of Shares held	Approximate percentage of shareholding ⁽⁴⁾
Success Vision ⁽¹⁾	Beneficial owner	570,000,000	56.76%
Ms. Cheng Chui Ying ⁽²⁾	Interest of spouse	575,500,000	57.31%
Ms. Lin Fai ⁽³⁾	Interest of spouse	570,000,000	56.76%

Notes:

- (1) Success Vision was beneficially owned as to 82.50% by Mr. Raymond Liu, and 17.50% by Mr. Ashley Lo as at 30 September 2025, respectively, therefore, they were deemed to be interested in the 570,000,000 Shares under the SFO.
- (2) Ms. Cheng Chui Ying is the spouse of Mr. Raymond Liu, and was therefore deemed to be interested in the Shares in which Mr. Raymond Liu was interested in under the SFO.
- (3) Ms. Lin Fai is the spouse of Mr. Ashley Lo and was therefore deemed to be interested in the Shares in which Mr. Ashley Lo was interested in under the SFO.
- (4) The percentage was based on the total number of ordinary shares of the Company in issue (1,004,217,000 shares) as at 30 September 2025.

Save as disclosed above, as at 30 September 2025, the Directors were not aware of any other person (other than the Directors or chief executive of the Company as disclosed in the section headed "Directors' and chief executive's interests and short positions in Shares, underlying Shares and debentures of the Company and its associated corporations" above) who had or deemed to have any interests or short positions in the Shares and underlying Shares of the Company which were disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO and as recorded in the register of the Company required to be kept under section 336 of the SFO.

COMPETING INTERESTS

During FY2026 1H, none of the Directors or the controlling shareholders of the Company or their respective close associates had any interests in a business which competes, either directly or indirectly, with the business of the Group pursuant to Rules 8.10(1) and 8.10(2) of the Listing Rules.

OTHER INFORMATION (continued)

DEED OF NON-COMPETITION

The controlling shareholders, namely Mr. Raymond Liu, Mr. Ashley Lo and Success Vision (the “**Controlling Shareholders**”), entered into a deed of non-competition dated 23 March 2017 (“**Deed of Non-Competition**”) in favour of the Company (for itself and as trustee for each of its subsidiaries). For details of the Deed of Non-Competition, please refer to the section headed “Relationship with Controlling Shareholders” in the prospectus of the Company dated 31 March 2017. Pursuant to the Deed of Non-Completion, each of the Controlling Shareholders has confirmed that none of them is engaged in or interested in any business (other than the Group) which, directly or indirectly, competes or may compete with the business of the Group.

The independent non-executive Directors have also reviewed the status of compliance and written confirmation from each of the Controlling Shareholders, and confirmed that all the undertakings under the Deed of Non-Competition have been complied with by each of the Controlling Shareholders since the date of initial listing on the GEM of the Stock Exchange and up to the date of this report.

AUDIT COMMITTEE AND REVIEW OF INTERIM RESULTS

The Company’s audit committee currently comprises three independent non-executive Directors, namely Mr. Ng Tsz Fung Jimmy (the chairman of the audit committee), Mr. Chan Siu Ming Simon and Mrs. Wong Hung Flavia Yuen Yee. The audit committee has reviewed with the management of the Group’s accounting principles and practices adopted by the Group and discussed auditing, internal control and financial reporting matters including the review of the unaudited condensed consolidated interim financial information of the Group for FY2026 1H.

SECURITIES TRANSACTIONS BY DIRECTORS

The Group has adopted the Model Code. Having made specific enquiry, all the Directors have confirmed that they have complied with the Model Code for FY2026 1H and up to the date of this report.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

During FY2026 1H and up to the date of this report, the Company did not redeem its listed securities, nor did the Company or any of its subsidiaries purchase or sell any of the Company’s listed securities.

SUFFICIENCY OF PUBLIC FLOAT

The Company has maintained sufficient public float throughout FY2026 1H and up to the date of this interim report.

OTHER INFORMATION (continued)

CORPORATE GOVERNANCE PRACTICES

The Group is committed to establish good corporate governance and adopt sound corporate governance practices. The Directors strongly believe that reasonable and sound corporate governance practices are essential for the growth of the Group and for safeguarding and enhancing shareholders' interests.

The Company's corporate governance practices are based on the principles and code provisions ("**Code Provisions**") within the Corporate Governance Code ("**CG Code**") contained in Appendix 14 of the Listing Rules. During FY2026 1H, the Company has complied with the Code Provisions as set out in the CG Code to ensure that the Group's business activities and decision-making processes are regulated in a proper and prudent manner, save and except for Code Provision C.2.1 of the CG Code.

Pursuant to the code provision C.2.1 of the CG Code, the roles of chairman and chief executive should be separate and should not be performed by the same individual. The division of responsibilities between the chairman and chief executive should be clearly established and set out in writing.

As Mr. Raymond Liu is the chairman ("**Chairman**") and the chief executive officer ("**Chief Executive Officer**") of the Company during FY2026 1H, it constituted a deviation from code provision C.2.1 of the CG Code.

The Board considers that this is a very important phase of the Group's development and the Chief Executive Officer ought to be tasked with additional responsibilities to oversee, lead and steer the Group from a business perspective that covers the new businesses and was much broader than the Group's principal engagement in the distribution of cybersecurity products and the provision of cybersecurity services. Given the importance of the Group's expansion and diversification into new businesses, the Board considers that Mr. Raymond Liu is best suited to take up the additional responsibilities to oversee, lead and steer the Group from a business perspective that covers the new businesses and is broader than the Group's principal engagement in the distribution of cybersecurity products and the provision of cybersecurity services.

The Board believes that Mr. Raymond Liu's extensive experience and knowledge, together with the support of the management, shall strengthen the solid and consistent leadership of the Group, and Mr. Raymond Liu, by assuming the roles of both Chairman and Chief Executive Officer, would allow efficient business planning and decision for the Group as a whole, which the Board believes is for the best interest of the Group and the shareholders of the Company.

By Order of the Board

Edvance International Holdings Limited

LIU Yui Ting Raymond

Chairman, Chief Executive Officer and Executive Director

Hong Kong, 25 November 2025

As at the date of this report, the executive Directors are Mr. Liu Yui Ting Raymond, Mr. Lee Francis Sung Kei and Mr. Lam Tak Ling, the non-executive Director is Mr. Lo Wai Ho Ashley, and the independent non-executive Directors are Mr. Ng Tsz Fung Jimmy, Mr. Chan Siu Ming Simon and Mrs. Wong Hung Flavia Yuen Yee.