FEG Holdings Corporation Limited
鑄帝控股集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1413)

VOLUNTARY ANNOUNCEMENT
POTENTIAL CRYPTOCURRENCIES INVESTMENTS

This announcement is published by FEG Holdings Corporation Limited (the "**Company**", together with its subsidiaries, the "**Group**") on a voluntary basis to keep the shareholders and potential investors of the Company informed of the latest business development of the Group.

STRATEGIC BACKGROUND

As announced on 22 November 2024 and 13 December 2024, the Group planned to form a joint venture to align with the Group's strategy to diversify its investment portfolio and capitalize on emerging opportunities in the digital asset sector. The board (the "**Board**") of directors (the "**Director(s)**") of the Company is pleased to announce they have approved a strategic investment framework (the "**Strategic Investment**") for the Group to allocate a portion of its proprietary capital in the amount of not more than HKD4.5 million towards cryptocurrency investments through its indirect non-wholly-owned subsidiary, TGG Digital Limited (the joint venture formed back then). The strategy will be executed using sophisticated, primarily delta-neutral quantitative strategies focused on capital preservation and steady, risk-adjusted returns.

The core objective is to achieve non-correlated alpha and diversify the Company's investments, leveraging the expertise of a dedicated professional team and a robust, multi-layered risk management framework. This Strategic Investment only involves self-directed investment of Group's funds and does not constitute regulated asset management services for third parties, thereby avoiding licensing costs and regulatory complexity.

THE STRATEGIC INVESTMENT

Budget Allocation

The maximum allocated capital to the Strategic Investment will be HKD4.5 million only to control the overall risk exposure. The allocated capital will be strategically divided into two tranches:

Tranche	Purpose	Allocation *(HKD)*	% of Total
A. Active Strategy Capital	Deployment of core quantitative strategies across BTC & ETH spots and perpetual/futures contracts markets.	2,500,000	55.6%
B. Risk Reserve Capital	A dedicated buffer to cover potential drawdowns and ensure strategy longevity during extreme market events. This capital remains unallocated until needed.	2,000,000	44.4%
Total Budget		**4,500,000**	**100%**

Institutional-Grade, Three-Tier Risk Management Framework

The following risk management protocol is designed in the investment framework to mitigate both operational and financial risks:

- **Systematic Circuit Breaker:** Automatic trade termination and conversion to stablecoins/conservative assets is triggered upon reaching a maximum drawdown of 8% of the active strategy capital (Tranche A).

- **Real-Time On-Chain Audit & Monitoring:** Engaging blockchain data platforms which provide data, software, services, and research to, among others, financial institutions and companies, for continuous transaction monitoring to ensure wallet security, detect anomalies, and provide complete transparency over all on-chain activities.

- **Dedicated Risk Reserve (Tranche B):** A substantial reserve fund provides a standalone buffer to absorb losses in extreme black-swan scenarios, ensuring the core strategy can be maintained without forced liquidation.

Investments Leadership & Proven Strategy

The investments will be spearheaded by Mr. Wang Junjie ("**Mr. Wang**"), a blockchain and Web3 veteran with over 12 years of deep, hands-on experience in the blockchain and Web3 industry. He will provide the Group with an unparalleled strategic advantage. From 2013 to 2017, Mr. Wang was instrumental in the development and operation of a Bitcoin mining facility in Ordos, Inner Mongolia, while working with one of the top-five global exchanges. This experience grants him insight into the core infrastructure and economics of digital assets. In 2017, he served as an advisor to Binance. This provides him with an understanding of exchange mechanics and institutional-grade liquidity. From 2023 onward, Mr. Wang is a partner at a Singapore-based Single-Family Office.

Mr. Wang will be directly responsible for the development and execution of the delta-neutral strategy that has been empirically validated to target 12-18% annualized returns based on live performance data throughout the 2023 to 2024 market data.

INFORMATION ON CRYPTOCURRENCY

Cryptocurrencies are digital currencies in which encryption technologies are used to regulate the generation of units of currency and verify the transfer of funds using blockchain technology. The blockchain is a public record of cryptocurrency transactions in chronological order and is shared between all users in that blockchain so as to maintain and display the only genuine record of transactions taken place and to prevent double spending. Cryptocurrencies make it easier to transfer funds between two parties in a transaction and these transfers are facilitated through the use of public and private keys for security purposes. Among various types of cryptocurrencies, BTC and ETH are the largest and second largest cryptocurrencies in terms market capitalization and both of them have high liquidity.

REASONS FOR AND BENEFITS OF THE POTENTIAL CRYPTOCURRENCY INVESTMENTS

As announced previously, the joint venture of TGG Digital Limited was originally part of the Company's strategy to diversify its investment portfolio and capitalize on emerging opportunities in the digital asset sector. The Company believes that the Strategic Investment presents a timely opportunity to benefit from potential investment gains, driven by the anticipated US federal funds interests rate cuts and depreciation of US dollar and Hong Kong dollar, while the sounded risk management protocols implemented in the Strategic Investment can also preserved the capital of the Group.

The maximum allocation of the Group's proprietary capital to the Strategic Investment is only HKD4.5 million and accounts for approximately 13.27% and 1.5% of the Group's cash and cash equivalents and total assets as of 31 March 2025 respectively. The relative immaterial allocated balance represents a great opportunity for the Group to capture the gain from the boom in the digital economy with a relatively low risk exposure and an empirically tested investment strategy.

The Group's revenue generated from its provision of construction services is sufficient to support its daily operation, and the above Strategic Investment will be funded by the Group's treasury cash reserve. It is considered that there will be no substantial impact on the financial needs related to the Group's daily operations.

Should the Strategic Investment be successful and sustainable, the cryptocurrencies will be a great addition to diversify the existing asset class held by the Group. Such cryptocurrencies may not only served the function of store of value but also preservation of value (with the potential to resist inflation). In the long-term the Directors believe the cryptocurrencies can balance the Group's investment portfolio risks and returns, and strengthen long-term financial resilience.

RISK WARNING

Shareholders and potential investors of the Company should note that any possible purchase or sell of cryptocurrencies will depend on market conditions and will be made at the Board's discretion. The cryptocurrency market is volatile in the near-term and the prices of cryptocurrencies may be subject to fluctuations. There is therefore no assurance as to the timing, quantity or price of any cryptocurrencies to be purchased or sold by the Group. Further announcement(s) will be made by the Company in accordance with the relevant and applicable Listing Rules as and when appropriate. Accordingly, Shareholders and potential investors of the Company are advised to exercise caution when dealing in the Shares.

The Company would like to emphasize that the cryptocurrency market is highly volatile, and the price of cryptocurrencies may fluctuate significantly due to factors such as macroeconomic conditions and regulatory changes. The specific implementation rules of the "Systematic Circuit Breaker" described in the announcement may be adjusted from time to time in response to market conditions, regulatory requirements, or the practical needs of the Company, and may not be implemented.

Shareholders and potential investors should exercise caution when trading in the Company's securities.

By Order of the Board
FEG Holdings Corporation Limited
Cheung Tung Tsun Billy
Chairman

Hong Kong, 8 September 2025

As at the date of this announcement, the executive Directors are Mr. Cheung Tung Tsun Billy, Mr. Yip Kwong Cheung, Mr. Yang Zhenwei, Mr. Xie Rong, Mr. Yang Wei, Mr. Yuen Koon Tung and Mr. Deng Huacheng; and the independent non-executive Directors are Mr. Tang Man Joe, Mr. Andre Pierre Lajeunesse, Mr. Chan Siu Kei Ken and Mr. Sin Kwok Chui Malon.

This announcement contains forward-looking statements that reflect the Company's beliefs, plans or expectations about the future or future events. These statements are based on a number of assumptions, current estimates and projections, and are subject to risks, uncertainties and factors which may be beyond control. Actual outcomes may differ. These statements are not, and shall not be, relied upon as any assurance or representation as to the future or as a representation or warranty otherwise. Neither the Company nor its directors, officers, employees, agents, affiliates, advisers or representatives assume any responsibility to update these statements or to adapt them to future events or developments or to provide supplemental information in relation thereto or to correct any inaccuracies.