嘉靈控股集團有限公司

Karin Technology Holdings Limited

(Incorporated in Bermuda with Company Registration Number 32514)

PROFIT GUIDANCE FOR FULL YEAR ENDED 30 JUNE 2026

The Board of Directors of Karin Technology Holdings Limited (the "**Company**", and together with its subsidiaries, the "**Group**") wishes to update shareholders on the Group's expected financial performance in respect of the full year ended 30 June 2026 ("**FY2026**"), based on a preliminary review of the Group's unaudited management accounts.

As previously announced in the Company's announcement dated 13 February 2026 in connection with the Group's results for the six months ended 31 December 2025 ("**1HFY2026**"), the Group reassessed the classification of one of its principal assets, Karin Building [1], which had previously been classified as an asset held for sale. Following that reassessment, the Group reclassified Karin Building back to 'property, plant and equipment' in its unaudited financial statements for 1HFY2026, in accordance with the requirements of IFRS 5, due mainly to ongoing market conditions affecting the sale price and disposal timeline. As disclosed then, this reclassification required the Group to recognise a significant catch-up depreciation charge of HK$35.3 million and attendant deferred tax expense of HK$3.3 million (together, approximately HK$38.6 million) in respect of the period when Karin Building had been classified as an asset held for sale, during which depreciation had been suspended. These are non-cash accounting adjustments and do not affect the Group's cash position, liquidity, or core business operations.

As the catch-up depreciation and related deferred tax expense were recognised in the Group's unaudited financial statements for 1HFY2026, which forms part of the full FY2026, this impact already forms part of the Group's expected FY2026 results. Normal depreciation on Karin Building resumed from 2HFY2026. Consequently, the Board expects the Group to report a net loss for FY2026, in contrast to a net profit recorded in the corresponding period of the previous financial year. Had these one-time, non-cash accounting adjustments relating to the catch-up depreciation and related deferred tax expense been disregarded, the Group would have recorded a net profit for FY2026.

[1] A 13-storey industrial building located at No. 166 Wai Yip Street, Kwun Tong, Kowloon, Hong Kong.

This profit guidance is based on preliminary review of the Group's unaudited management accounts. It remains subject to final review by the Company's auditors and any further adjustments that may arise. Further details on the Group's performance will be disclosed when the Company releases its unaudited financial statements for FY2026 on 27 August 2026.

In the meantime, shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board

Lam Cheuk Yin, Kenneth
Finance Director / Joint Company Secretary

5 August 2026