SINCE 1983

MOBICON GROUP LIMITED
萬保剛集團有限公司*
(Incorporated in Bermuda with limited liability)
(Stock Code: 1213)

ANNOUNCEMENT OF FINAL RESULTS FOR THE YEAR ENDED 31ST MARCH 2026

RESULTS

The Board of Directors (the "Directors") of Mobicon Group Limited (the "Company") hereby announces the audited consolidated results of the Company and its subsidiaries (the "Group") for the year ended 31st March 2026 together with the comparative figures as follows:

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the year ended 31st March 2026

		2026	2025
	Notes	***HK$'000***	*HK$'000*
Revenue	*2*	**271,116**	287,322
Cost of sales		**(194,477)**	(212,106)
Gross profit		**76,639**	75,216
Other income and net gains	*3*	**1,649**	2,774
Distribution and selling expenses		**(28,548)**	(30,368)
General and administrative expenses		**(47,919)**	(53,744)

* *For identification purposes only*

	Notes	2026 HK$'000	2025 HK$'000
Operating profit/(loss)		**1,821**	(6,122)
Finance costs	*5*	**(1,544)**	(2,753)
Profit/(loss) before income tax		**277**	(8,875)
Income tax expense	*6*	**(3,422)**	(1,605)
Loss for the year	*4*	**(3,145)**	(10,480)
(Loss)/profit attributable to:			
Equity holders of the Company		**(5,512)**	(11,764)
Non-controlling interests		**2,367**	1,284
		(3,145)	(10,480)
Loss per share attributable to the equity holders of the Company during the year			
– Basic and diluted (HK cents)	*7*	**(2.76)**	(5.88)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31st March 2026

	2026	2025
	HK$'000	*HK$'000*
Loss for the year	**(3,145)**	(10,480)
Other comprehensive income		
Item that may be reclassified subsequently to profit or loss		
Exchange differences on translation of foreign operations	**10,130**	3,112
Item that will not be reclassified subsequently to profit or loss		
Revaluation gain on property, plant and equipment	**85**	59
Other comprehensive income for the year, net of tax	**10,215**	3,171
Total comprehensive income/(expense)	**7,070**	(7,309)
Total comprehensive income/(expense) attributable to:		
Equity holders of the Company	**1,347**	(9,074)
Non-controlling interests	**5,723**	1,765
	7,070	(7,309)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31st March 2026

	Notes	**2026**	2025
		HK$'000	*HK$'000*
Non-current assets			
Property, plant and equipment		**50,216**	47,808
Right-of-use assets		**2,200**	2,986
Intangible assets		**133**	187
Investment properties		**5,564**	5,274
Prepayments and deposits		**124**	106
		58,237	56,361
Current assets			
Inventories		**147,092**	141,647
Trade receivables	*9*	**29,148**	24,641
Prepayments, deposits and other receivables		**8,311**	13,293
Current income tax recoverable		**255**	1,250
Cash and bank balances		**29,256**	25,935
		214,062	206,766
Total assets		**272,299**	263,127
Current liabilities			
Trade payables	*10*	**21,969**	15,621
Other payables and accruals		**12,082**	16,437
Contract liabilities		**943**	1,099
Loan from a shareholder		**44,000**	39,820
Lease liabilities		**1,840**	1,771
Bank borrowings		**21,251**	25,841
Current income tax liabilities		**605**	39
		102,690	100,628
Net current assets		**111,372**	106,138
Total assets less current liabilities		**169,609**	162,499

	2026	2025
	HK$'000	*HK$'000*
Non-current liabilities		
Other payables	**1,057**	975
Bank borrowings	**1,292**	–
Deferred tax liabilities	**1,492**	967
Lease liabilities	**558**	1,417
	4,399	3,359
Net assets	**165,210**	159,140
Capital and reserves attributable to the equity holders of the Company		
Share capital	**20,000**	20,000
Reserves	**93,012**	92,665
	113,012	112,665
Non-controlling interests	**52,198**	46,475
Total equity	**165,210**	159,140

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1 BASIS OF PREPARATION

The consolidated financial statements of the Group have been prepared in accordance with HKFRS Accounting Standards as issued by Hong Kong Institute of Certified Public Accountants ("HKICPA"). For the purpose of preparation of the consolidated financial statements, information is considered material if such information is reasonably expected to influence decisions made by primary users. In addition, the consolidated financial statements include applicable disclosures required by the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and by the Hong Kong Companies Ordinance. The consolidated financial statements have been prepared under the historical cost convention, as modified by the revaluation of property, plant and equipment and investment properties, which are carried at fair value.

The preparation of consolidated financial statements in conformity with HKFRS Accounting Standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Group's accounting policies.

Amendments to HKFRS Accounting Standards that are mandatorily effective for the current year

In the current year, the Group has applied the following amendments to HKFRS Accounting Standards as issued by the HKICPA for the first time, which are mandatorily effective for the Group's annual period beginning on 1st April 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.

New and amendments to HKFRS Accounting Standards in issue but not yet effective

The Group has not early applied the following new and amendments to HKFRS Accounting Standards that have been issued but are not yet effective:

Amendments to HKFRS 9 and HKFRS 7	Amendments to the Classification and Measurement of Financial instruments[2]
Amendments to HKFRS 9 and HKFRS 7	Contracts Referencing Nature-dependent Electricity[2]
Amendments to HKFRS 10 and HKAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture[1]
Amendments to HKAS 21	Translation to a Hyperinflationary Presentation Currency[3]
Amendments to HKFRS Accounting Standards	Annual Improvements to HKFRS Accounting Standards - Volume 11[2]
HKFRS 18	Presentation and Disclosure in Financial Statements[3]

[1] Effective for annual periods beginning on or after a date to be determined.
[2] Effective for annual periods beginning on or after 1st January 2026.
[3] Effective for annual periods beginning on or after 1st January 2027.

The directors of the Company anticipate that the application of the new and amendments to HKFRS Accounting Standards will have no material impact on the consolidated financial statements in the foreseeable future.

2 REVENUE AND SEGMENT INFORMATION

Revenue recognized during the year is as follows:

	2026	2025
	HK$'000	*HK$'000*
Revenue		
Sales of electronic components, electrical components and equipment	**189,937**	193,711
Sales of computer products, mobile accessories and service income	**48,904**	54,109
Sales of cosmetic products	**32,275**	39,502
	271,116	287,322

The chief operating decision-maker has been identified as the executive directors of the Company (the "Executive Directors"). The Executive Directors have reviewed the Group's internal reports in order to assess the performance and allocate resources; they have also determined the operating segments based on these reports. The Executive Directors have further considered the business from product perspective and have assessed the performance of three main business segments: (i) Electronic and Electrical Trading Business – Distribution of electronic components, electrical components and equipment; (ii) Computer Business – Retail sales of computer products, mobile accessories, distribution of computer products and provision of IT outsourcing and solution services; and (iii) Cosmetic and Online Retail Business – Trading and retail and distribution of cosmetic products through retail shops and online channels.

The Executive Directors have assessed the performance of the operating segments based on segment results before corporate expenses and finance costs.

The segment results for the year ended 31st March 2026 are as follows:

	Electronic and Electrical Trading Business *HK$'000*	Computer Business *HK$'000*	Cosmetic and Online Retail Business *HK$'000*	Total *HK$'000*
Revenue from external customers	**189,937**	**48,904**	**32,275**	**271,116**
Time of revenue recognition				
– At a point in time	**189,937**	**46,727**	**32,275**	**268,939**
– Over time	**–**	**2,177**	**–**	**2,177**
	189,937	**48,904**	**32,275**	**271,116**
Segment results	**3,256**	**57**	**(1,491)**	**1,822**
Unallocated expenses				**(1)**
Finance costs				**(1,544)**
Profit before income tax				**277**
Income tax expense *(Note 6)*				**(3,422)**
Loss for the year				**(3,145)**
Other segment items included in the consolidated statement of profit or loss are as follows:				
Amortization of intangible assets	**133**	**–**	**–**	**133**
Depreciation of property, plant and equipment	**2,290**	**31**	**20**	**2,341**
Depreciation of right-of-use assets	**1,295**	**670**	**342**	**2,307**
Gain on fair values changes of investment properties	**(30)**	**–**	**–**	**(30)**
Gain on disposal of property, plant and equipment	**(60)**	**–**	**–**	**(60)**
Provision for impairment of trade receivables	**267**	**47**	**47**	**361**
Reversal of provision for impairment of trade receivables	**(621)**	**(1)**	**–**	**(622)**
Provision for impairment of slow-moving inventories	**1,147**	**(49)**	**20**	**1,118**

The segment results for the year ended 31st March 2025 are as follows:

	Electronic and Electrical Trading Business *HK$'000*	Computer Business *HK$'000*	Cosmetic and Online Retail Business *HK$'000*	Total *HK$'000*
Revenue from external customers	193,711	54,109	39,502	287,322
Time of revenue recognition				
– At a point in time	193,711	52,933	39,502	286,146
– Over time	–	1,176	–	1,176
	193,711	54,109	39,502	287,322
Segment results	(3,083)	(1,713)	(1,321)	(6,117)
Unallocated expenses				(5)
Finance costs				(2,753)
Loss before income tax				(8,875)
Income tax expense *(Note 6)*				(1,605)
Loss for the year				(10,480)
Other segment items included in the consolidated statement of profit or loss are as follows:				
Amortization of intangible assets	93	–	–	93
Depreciation of property, plant and equipment	2,274	35	115	2,424
Depreciation of right-of-use assets	2,536	1,241	396	4,173
Gain on fair values changes of investment properties	(116)	–	–	(116)
Gain on disposal of property, plant and equipment	(162)	–	–	(162)
Provision for impairment of trade receivables	401	2	3	406
Reversal of provision for impairment of trade receivables	(241)	(5)	–	(246)
Provision for impairment of slow-moving inventories	1,116	299	29	1,444

The segment assets and liabilities as at 31st March 2026 and additions to non-current assets for the year then ended are as follows:

	Electronic and Electrical Trading Business *HK$'000*	**Computer Business** *HK$'000*	**Cosmetic and Online Retail Business** *HK$'000*	**Unallocated** *HK$'000*	**Total** *HK$'000*
Assets	**241,814**	**18,451**	**11,881**	**153**	**272,299**
Liabilities	**95,183**	**5,698**	**6,183**	**25**	**107,089**
Additions to non-current assets	**1,387**	**1,341**	**–**	**–**	**2,728**

The segment assets and liabilities as at 31st March 2025 and additions to non-current assets for the year then ended are as follows:

	Electronic and Electrical Trading Business *HK$'000*	Computer Business *HK$'000*	Cosmetic and Online Retail Business *HK$'000*	Unallocated *HK$'000*	Total *HK$'000*
Assets	230,973	17,221	14,109	824	263,127
Liabilities	86,992	5,952	6,954	4,089	103,987
Additions to non-current assets	2,501	3	768	–	3,272

The Group's revenue is generated mainly within Hong Kong, Asia Pacific, South Africa and Europe.

	2026 *HK$'000*	2025 *HK$'000*
Revenue		
Hong Kong (place of domicile)	**108,070**	125,775
Asia Pacific	**42,600**	48,632
South Africa	**108,734**	103,923
Europe	**10,724**	8,795
Other countries	**988**	197
	271,116	287,322

Revenue is allocated based on the country in which the customer is located.

No customer accounted for 10% or more of the total revenue for the years ended 31st March 2026 and 2025.

3 OTHER INCOME AND NET GAINS

	2026	2025
	HK$'000	*HK$'000*
Management fee income	**164**	445
Commission income	**137**	189
Interest income from bank deposits	**327**	443
Insurance claim recoveries	**–**	168
Gain on disposal of property, plant and equipment	**60**	162
Gross rental income from investment properties	**294**	307
Government grants *(note)*	**37**	136
Other income	**630**	924
	1,649	2,774

Note: During the year ended 31st March 2025, the Group recognized government grants of approximately HK$89,000 under the SME Export Marketing Fund administered by the Hong Kong Special Administrative Region Government.

Additionally, government subsidies of approximately HK$37,000 (2025: approximately HK$47,000) were recognized in respect of a subsidiary operating in another jurisdiction.

There are no unfulfilled conditions or contingencies relating to these government grants.

4 LOSS FOR THE YEAR

Loss for the year has been arrived at after charging/(crediting):

	2026	2025
	HK$'000	*HK$'000*
Costs of inventories expensed	**189,430**	203,991
Employee benefit expense	**50,428**	53,526
Amortization of intangible assets	**133**	93
Depreciation of right-of-use assets	**2,307**	4,173
Depreciation of property, plant and equipment	**2,341**	2,424
Gain on fair values changes of investments properties	**(30)**	(116)
Provision for impairment of trade receivables (included in general and administrative expenses)	**361**	406
Reversal of provision for impairment of trade receivables (included in general and administrative expenses)	**(622)**	(246)
Provision for impairment of slow-moving inventories (included in cost of sales)	**1,118**	1,444
Expenses related to short-term leases	**3,325**	2,785
Auditors' remuneration	**850**	1,120
Net foreign exchange gain (included in general and administrative expenses)	**(4,884)**	(3,101)

5 FINANCE COSTS

	2026	2025
	HK$'000	*HK$'000*
Interest expense on bank borrowings	**1,233**	2,300
Interest expense on lease liabilities	**311**	453
	1,544	2,753

6 INCOME TAX EXPENSE

Hong Kong Profits Tax has been provided at the rate of 16.5% (2025:16.5%) on the estimated assessable profit arising in or derived from Hong Kong for the year. Taxation on overseas profits has been calculated on the estimated assessable profit for the year at the rates of taxation prevailing in the countries in which the Group operates.

	2026	2025
	HK$'000	*HK$'000*
Current income tax		
– Hong Kong Profits Tax	**59**	17
– Overseas taxation	**2,905**	1,797
– Under provision in prior years	**21**	62
	2,985	1,876
Deferred tax expense/(credit)		
– Overseas taxation	**437**	(271)
Income tax expense	**3,422**	1,605

7 LOSS PER SHARE

The calculation of basic loss per share for the year ended 31st March 2026 is based on the Group's loss attributable to equity holders of the Company of approximately HK$5,512,000 (2025: approximately HK$11,764,000). The calculation was based on the weighted average number of 200,000,000 (2025: 200,000,000) ordinary shares in issue during the year.

The diluted loss per share is equal to the basic loss per share as the Company has no dilutive potential ordinary shares in issue during the years ended 31st March 2026 and 2025.

8 DIVIDENDS

	2026	2025
	HK$'000	*HK$'000*
Interim dividend paid of HK0.25 cent (2025: HK0.5 cent) per ordinary share	**500**	1,000
Proposed final dividend of HK0.25 cent (2025: HK0.25 cent) per ordinary share	**500**	500
	1,000	1,500

At a meeting held on 25th June 2025, the directors of the Company proposed a final dividend of HK0.25 cent per ordinary share in respect of the year ended 31st March 2025.

At a meeting held on 24th June 2026, the directors of the Company proposed a final dividend of HK0.25 cent per ordinary share in respect of the year ended 31st March 2026. This proposed final dividend is not reflected as a dividend payable in these financial statements.

9 TRADE RECEIVABLES

The Group normally grants to its customers credit periods for sales of goods ranging from 7 to 90 days. The following is an aged analysis of trade receivables, net of allowance for credit losses, presented based on due dates:

	2026	2025
	HK$'000	*HK$'000*
0 to 30 days	**20,101**	21,037
31 to 60 days	**6,242**	2,008
61 to 90 days	**2,805**	1,596
	29,148	24,641

10 TRADE PAYABLES

The aging analysis of trade payables presented based on the invoice date is as follows:

	2026	2025
	HK$'000	*HK$'000*
0 to 60 days	**19,150**	12,655
61 to 120 days	**978**	661
121 to 180 days	**68**	1,289
181 to 365 days	**1,773**	1,016
	21,969	15,621

The credit period on purchases of goods is ranging from 30 to 60 days.

FINANCIAL RESULTS

For the financial year ended 31st March 2026 (the "Year Under Review"), the Group recorded a turnover of approximately HK$271 million, representing a decrease of approximately 5.6% from approximately HK$287 million recorded in the previous year. Gross profit increased by approximately 2.7% from approximately HK$75 million for the previous year to approximately HK$77 million this year, while the gross profit margin increased by approximately 2.1% from 26.2% to 28.3%. The Group recorded an operating profit of approximately HK$1.8 million (31st March 2025: loss of approximately HK$6.1 million). Loss attributable to shareholders was approximately HK$5.5 million (31st March 2025: loss of approximately HK$11.8 million). This represented loss per share of around HK$0.028 (loss per share of around HK$0.059 as at 31st March 2025). The Board has resolved, subject to the approval of the shareholders at the forthcoming annual general meeting of the Company, to declare a final dividend of HK0.25 cent per ordinary share for the year ended 31st March 2026, amounting to approximately HK$0.5 million in aggregate to the shareholders whose names appeared on the register of members of the Company on 20th August 2026. The final dividend, if approved, is expected to be paid on 31st August 2026.

During the Year Under Review, the Group continued to focus on its three core business operations, namely: (1) the distribution of electronic components, electrical components and equipment under the brand of (the "Electronic and Electrical Trading Business"); (2) the Computer Business which includes (i) the retail sales of computer products and smartphone accessories under the brand of (the "Computer Retail Business") and (ii) the distribution of computer products and consumer products under the brand of (the "Computer Distribution Business"); and (3) the Cosmetic and Online Retail Business mainly under the brand of and (the "Cosmetic and Online Retail Business"). During the Year Under Review, the Group's turnover derived from the Electronic and Electrical Trading Business decreased by approximately 2.1% to approximately HK$190 million from approximately HK194 million for the previous year. Turnover from the Computer Business decreased by approximately 9.3% to approximately HK$49 million from approximately HK$54 million for the previous year. Turnover from the Cosmetic and Online Retail Business decreased by approximately 20% to approximately HK$32 million from approximately HK$40 million for the previous year.

For the Year Under Review, the Group's total operating expenses decreased by approximately 8.3% to around HK$77 million (31st March 2025: approximately HK$84 million). Distribution and selling expenses were approximately HK$29 million, representing a decrease of approximately 3.3% from HK$30 million in the previous year. During the Year Under Review, general and administrative expenses decreased by approximately 11.1% to around HK$48 million (31st March 2025: approximately HK$54 million). As at 31st March 2026, the headcount for the Electronic and Electrical Trading Business decreased from 313 full-time employees for the previous year by approximately 7.0% to 291 full-time employees for the Year Under Review while the headcount for the Computer Business decreased from 37 full-time employees for the previous year by approximately 21.6% to 29 full-time employees for the Year Under Review and the headcount for Cosmetic and Online Retail Business remained at five (5) full-time employees for the Year Under Review. Finance costs for the Year Under Review decreased by approximately 44.4% to approximately HK$1.5 million (31st March 2025: approximately HK$2.7 million).

BUSINESS REVIEW

During the Year Under Review, the Group operated in three core business operations, namely: (1) the distribution of electronic components, electrical components and equipment under the brand of MOBICON (the "Electronic and Electrical Trading Business"); (2) the computer business which includes (i) the retail sales of computer products and smartphone accessories under the brand of VideoCom (the "Computer Retail Business") and (ii) the distribution of computer products and consumer products under the brand of APower and (the "Computer Distribution Business", together with the Computer Retail Business, the "Computer Business"); and (3) the Cosmetic and Online Retail Business mainly under the brand of APower and wishh! (the "Cosmetic and Online Retail Business"). The Electronic and Electrical Trading Business, the Computer Business and the Cosmetic and Online Retail Business accounted for approximately 70% and 18% and 12% of the Group's total turnover respectively for the Year Under Review.

The gross profit margin of the Electronic and Electrical Trading Business, the Computer Business and the Cosmetic and Online Retail Business were approximately 31.5%, 23.5% and 16.6% respectively for the Year Under Review (31st March 2025: approximately 29.3%, 20.2% and 19.1%).

ELECTRONIC AND ELECTRICAL TRADING BUSINESS

Hong Kong

Electronic and Electrical Trading Business remained as the Group's primary revenue contributor during the Year Under Review, generating revenue of approximately HK$190 million as compared with that of approximately HK$194 million in the previous year, representing a decrease of approximately 2.1%. Trading of electronic components in Hong Kong was adversely affected by weaker demand from European customers, which was in turn affected by the ongoing Russia-Ukraine conflict. As a result, sales performance in Hong Kong remained subdued during the year. Notwithstanding these challenges, the Group continued to implement cost control measures and maintain operational discipline to navigate the difficult trading environment.

Overseas

The aggregate turnover of all of the Group's overseas subsidiaries was approximately HK$129 million for the year ended 31st March 2026, representing an overall increase of approximately 4% as compared with that of approximately HK$124 million recorded last year.

The Group's subsidiaries in South Africa recorded turnover of approximately HK$109 million for the year ended 31st March 2026, representing an increase by approximately 4.8% from approximately HK$104 million last year. The improvement in the South Africa subsidiaries' performance was mainly driven by the Group's continued efforts to optimize logistics operations and enhance supply chain efficiency during the year.

In terms of geographical segments, the turnover from Hong Kong, the Asia Pacific region (other than Hong Kong), South Africa, Europe and other regions accounted for approximately 40%, 15%, 40%, 4% and 1% respectively of the Group's total turnover during the Year Under Review.

COMPUTER BUSINESS

For the year ended 31st March 2026, the Computer Retail Business recorded a turnover of approximately HK$11 million (31st March 2025: approximately HK$10 million), representing an increase of approximately 10%. This growth was primarily driven by increased online sales performance across multiple product categories.

For the year ended 31st March 2026, the turnover of the Computer Distribution Business recorded a decrease of approximately 13.6% to approximately HK$38 million (31st March 2025: approximately HK$44 million). Despite the turnover decrease, the gross profit margin for Computer Business recorded an increase to 23.5% (31st March 2025: 20.2%). The increase in gross profit margin was mainly attributable to higher memory prices, which benefited the segment's profitability despite the lower sales volume.

COSMETIC AND ONLINE RETAIL BUSINESS

During the Year Under Review, the Cosmetic and Online Retail Business recorded a turnover of approximately HK$32 million (31st March 2025: approximately HK$40 million), representing a decrease of approximately 20%. The decline was primarily attributable to intensified competition from major online platforms in Mainland China, which continued to adopt aggressive pricing and free delivery strategies. In addition, the strong preference of Hong Kong consumers for cross-border northbound shopping reduced local demand and adversely affected sales during the Year.

DEVELOPMENT STRATEGY AND OUTLOOK

Looking ahead to 2026, the Group expects a more stable and favourable operating environment compared with previous years. The anticipated full settlement of loans relating to the South Africa headquarters is expected to generate meaningful cost savings through the elimination of rental and interest expenses. With the headquarters now fully owned and operational, the Group is well-positioned to benefit from improved cost efficiency and stronger operational leverage in the African market.

In the electronics sector, the gradual easing of U.S.-China trade restrictions is expected to create a more conducive business environment. This development should benefit the Group's Asia Pacific operations by reducing trade uncertainties and supporting smoother cross-border business activities. It is also anticipated to have a positive impact on the Renminbi.

Within the Computer Business segment, any sustained increase in memory prices is expected to have a positive impact on performance, as higher memory prices generally support better margins for the Group's retail and distribution activities.

For the Cosmetic and Online Retail Business ("wishh!"), the Group will continue to prioritise online retail channel as its primary growth driver. The Group will also seek to broaden its product portfolio by exploring new offerings from Japan and Taiwan, with the aim of enhancing product diversity and strengthening competitiveness in the online market.

Overall, the Group remains cautiously optimistic about its prospects in 2026. Supported by improved cost efficiency following the debt settlement in South Africa, a more favourable trading environment in the electronics sector and a clear strategic focus on online retail, the Group is well-positioned to strengthen operational performance and pursue sustainable growth.

LIQUIDITY AND FINANCIAL RESOURCES

As at 31st March 2026, the Group's cash and bank balances amounted to approximately HK$29 million and the net current assets were approximately HK$111 million. As at 31st March 2026, the current ratio remained at approximately 2.1 (as at 31st March 2025: approximately 2.1). Out of the Group's cash and bank balances, approximately 22% and 17% were denominated in Hong Kong dollars and United States dollars respectively. The balance of approximately 6%, 40%, 10%, 1%, 3% and 1% of its total cash and bank balances were denominated in Chinese Renminbi, South African Rand, Malaysian Ringgit, New Taiwan dollars, Singapore dollars, Euro and others respectively. The Group's total assets amounted to approximately HK$272 million (as at 31st March 2025: approximately HK$263 million). Net assets per share amounted to approximately HK$0.83 (as at 31st March 2025: approximately HK$0.8). Dividend and basic loss per share were approximately HK$0.0075 and HK$0.028 respectively (as at 31st March 2025: approximately HK$0.0075 and basic loss per share HK$0.059 respectively).

The Group generally finances its operation by internal resources and banking facilities provided by banks in Hong Kong. As at 31st March 2026, the Group had banking facilities for overdrafts, loans and trade finance from banks totaling approximately HK$80 million (as at 31st March 2025: approximately HK$89 million), with an unused balance of approximately HK$57 million (as at 31st March 2025: approximately HK$63 million). The Directors believe that the Group's existing financial resources are sufficient to fulfill its current commitments and working capital requirements.

CAPITAL STRUCTURE

As at 31st March 2026, the total borrowings of the Group were approximately HK$23 million (as at 31st March 2025: approximately HK$26 million), which were in the form of bank loans (including short-term loans, long-term loans and trade finance) for financing the daily business operations and future development plans. The majority of the Group's bank borrowings as at 31st March 2026 were denominated in Hong Kong dollars. These short-term loans, long-term loans and trade finance were secured by the Company's corporate guarantees of approximately HK$76 million and the leasehold properties in Portugal (as at 31st March 2025: approximately HK$76 million). During the Year Under Review, the Group's borrowings bore interest at rates ranging from 2.60% to 16.0% per annum (as at 31st March 2025: ranging from 3.08% to 12.7% per annum).

GEARING RATIO

As at 31st March 2026, the Group's gross borrowings repayable within one year, amounted to approximately HK$65 million (as at 31st March 2025: approximately HK$66 million). After deducting cash and cash equivalents of approximately HK$29 million, the Group's net borrowings amounted to approximately HK$36 million (as at 31st March 2025: approximately HK$40 million). The total equity as at 31st March 2026 was approximately HK$165 million (as at 31st March 2025: approximately HK$159 million). Accordingly, the Group's net gearing ratio, based on net borrowings to total equity at 22% (as at 31st March 2025: 25%).

EXPOSURE TO FLUCTUATIONS IN EXCHANGE RATES

Most of the Group's transactions were denominated in Hong Kong dollars, Chinese Renminbi and United States dollars. Given that the exchange rate of Hong Kong dollars against Chinese Renminbi has been and is likely to be under control and that the Hong Kong Government's policy of pegging the Hong Kong dollars to the United States dollars remains in effect, the Directors consider that the risk facing by the Group on foreign exchange will remain minimal and no hedging or other alternative measures have been undertaken by the Group. As at 31st March 2026, the Group had no significant risk exposure pertaining to foreign exchange contracts, interest rates, currency swaps, or other financial derivatives.

CHARGES ON ASSETS

As at 31st March 2026, the properties with carrying value of approximately HK$8.6 million have been pledged to secure the general banking facilities granted to the Group's subsidiary in Portugal.

CONTINGENT LIABILITIES

The Group had no contingent liabilities as at 31st March 2026.

EMPLOYMENT, TRAINING AND REMUNERATION POLICY

As at 31st March 2026, the Group had a total of 325 full-time employees inclusive of its staff in Hong Kong and overseas subsidiaries. The Group has developed its human resources policies and procedures based on the performance, merits and market conditions. Remuneration packages are normally reviewed on a regular basis. Apart from salary payments, other staff benefits include provident fund contributions, medical insurance coverage and performance-based bonuses (based on the Group's financial results as well as individual performance).

CLOSURE OF REGISTER OF MEMBERS

The Register of Members of the Company will be closed from 7th August 2026 to 12th August 2026, both days inclusive, during which period no transfer of shares will be effected. In order to ascertain the right to attend the annual general meeting, all transfers accompanied by the relevant share certificates must be lodged with the Company's branch share registrar in Hong Kong, Computershare Hong Kong Investor Services Limited at its office situated at Shops 1712–1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Hong Kong for registration not later than 4:30 p.m. on 6th August 2026. The Register of Members of the Company will be closed from 18th August 2026 to 20th August 2026, during which period no transfer of shares will be effected, and the final dividend will be paid on 31st August 2026. In order to qualify for the final dividend, all completed share transfer forms accompanied by the relevant share certificates must be lodged with the Company's branch share registrar in Computershare Hong Kong Investor Services Limited at the above address for registration not later than 4:30 p.m. on 17th August 2026.

DEALING IN COMPANY'S LISTED SECURITIES

During the year under review, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities.

EVENTS AFTER THE REPORTING PERIOD

On 5th May 2026, MBM Properties (Proprietary) Limited, an indirect nonwholly owned subsidiary of the Company, as purchaser entered into an agreement for sale and purchase of a residential property located in Johannesburg, South Africa with Mr. Manuel Arnaldo de Sousa Moutinho and his wife Ms. Anabela Diogo, as vendors at the consideration of Rand8,270,000 (equivalent to approximately HK$3,904,000).

SCOPE OF WORK OF AUDITOR

The figures in respect of the Group's consolidated statement of financial position, consolidated statement of profit or loss and other comprehensive income and the related notes thereto for the year ended 31st March 2026 as set out in the preliminary announcement have been agreed by the Group's auditors, HLB Hodgson Impey Cheng Limited, to the amounts set out in the Group's audited consolidated financial statements for the year. The work performed by HLB Hodgson Impey Cheng Limited in this respect did not constitute an assurance engagement and consequently no opinion or assurance conclusion has been expressed by HLB Hodgson Impey Cheng Limited on the preliminary announcement.

CORPORATE GOVERNANCE PRACTICES

The Board is committed to principles of corporate governance practices and procedures. The corporate governance principles of the Company emphasise transparency, accountability and independence.

The Company has complied with the Code Provisions as set out in the Corporate Governance Code (the "Code") in Appendix C1 to the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules") during the Year Under Review except for the following deviations:

Code Provision B.2.2 of the Code provides that every director, including those appointed for a specific term, should be subject to retirement by rotation at least once every three years. However, the Bye-laws of the Company provides that the Chairman and the Deputy Chairman will not be subject to retirement by rotation or be taken into account in determining the number of directors to retire. As continuation of the services of the Chairman and the Deputy Chairman is a key factor to the successful implementation of any long term business plan, the Board believes that present arrangement is most beneficial to the Company and the shareholders as a whole. Save for Mr. Ip Fu Wa, Benthony who was appointed as an independent non-executive director (the "INED") for a term of two years since 31st August 2022, the other INEDs are not appointed for a specific term, all the INEDs are subject to retirement by rotation and re-election at the annual general meeting of the Company under Bye-law 111 of the Company's Bye-laws.

DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted its own Securities Dealing Code on terms no less exacting than the required standard as set out in the Model Code in Appendix C3 to the Listing Rules. Upon specific enquiry by the Company, all directors have confirmed that they fully complied with the required standard set out in the Securities Dealing Code throughout the Year Under Review.

AUDIT COMMITTEE

The Audit Committee has reviewed with the management of the Group the accounting principles and practices adopted by the Group and discussed internal controls and financial reporting matters including a review of the annual results for the year ended 31st March 2026 with the Directors. The Audit Committee comprises three independent non-executive Directors, namely Mr. Ip Fu Wa, Benthony, Dr. Leung Wai Cheung and Mr. Ku Wing Hong, Eric.

PUBLICATION OF FURTHER INFORMATION

All the financial and other related information of the Company required by paragraphs 45(1) to 45(8) of Appendix D2 to the Listing Rules will be published on the websites of the Stock Exchange and the Company in due course. The annual report containing the financial statements and the notice of annual general meeting will be dispatched to shareholders of the Company and published on the websites of the Stock Exchange and the Company in early of July 2026.

APPRECIATION

I would like to thank our management team and all our staff members for their effort and significant contribution to the Group during the Reporting Period. In addition, I would like to express my heartfelt gratitude to our shareholders, institutional investors, customers, bankers and business partners for their continuous support and confidence in the Group.

By order of the Board
Mobicon Group Limited
Hung Kim Fung, Measure
Chairman

Hong Kong, 24th June 2026

As at the date of this announcement, the board of directors of the Company comprises Dr. Hung Kim Fung, Measure, Madam Yeung Man Yi, Beryl, Mr. Hung Ying Fung and Mr. Yeung Kwok Leung, Allix as executive Directors and Mr. Ip Fu Wa, Benthony, Dr. Leung Wai Cheung and Mr. Ku Wing Hong, Eric as independent non-executive Directors.