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創輝珠寶集團控股有限公司
Chong Fai Jewellery Group Holdings Company Limited

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 8537)

SUPPLEMENTAL ANNOUNCEMENT TO ANNUAL REPORT

References are made to (i) the prospectus of Chong Fai Jewellery Group Holdings Company Limited (the "**Company**", together with its subsidiaries, the "**Group**") dated 21 August 2024 (the "**Prospectus**") in relation to the rights issue (the "**Rights Issue**") of the Company, and (ii) the annual report of the Company for the year ended 31 March 2025 (the "**2025 Annual Report**").

In addition to the information disclosed in the section "Management Discussion and Analysis" in the 2025 Annual Report the board of directors (the "**Board**") of the Company would like to provide additional information pursuant to Rule 18.32(8) to the Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") (the "**GEM Listing Rules**") in relation to the use of net proceeds of approximately HK$26.0 million raised from the Rights Issue (the "**Net Proceeds**"), after deducting the underwriting fees and other expenses relating to the Rights Issue.

Use of Proceeds from rights issue

On 12 September 2024, the Company completed the Rights Issue on the basis of three (3) rights shares for every one (1) existing share held on the record date at a subscription price of HK$0.12 per rights share, raising gross proceeds of approximately HK$27.0 million and net proceeds of approximately HK$26.0 million after deducting related expenses. The net proceeds were originally intended to be used as follows: approximately HK$12.0 million for opening a new retail store, approximately HK$3.0 million for renovating existing retail stores, approximately HK$7.0 million for repaying bank borrowings, and approximately HK$4.0 million for general working capital.

On 28 March 2025, the Board resolved to change the use of the unutilised net proceeds of HK$12.0 million originally allocated for opening a new retail store to (i) approximately HK$9.6 million for the acquisition of additional equity interest in Grand Rise Creation Limited, an associate company owning the Group's flagship store; and (ii) approximately HK$2.4 million for general working capital. The revised allocation is in line with the Company's strategy to optimize costs and focus on existing operations amid high gold prices and market conditions.

The following table sets out the original and revised intended use of the net proceeds, the actual utilisation during the year ended 31 March 2025, the unutilised balance as at 31 March 2025 and the utilised amount up to 31 December 2025:

Intended use	**Original allocation** *(HK$ million)*	**Revised allocation** *(HK$ million)*	**Utilised amount up to 31 March 2025** *(HK$ million)*	**Unutilised balance as at 31 March 2025** *(HK$ million)*	**Utilised amount up to 31 December 2025** *(HK$ million)*
Opening a new retail store	12.0	–	–	–	N/A
Acquisition of equity interest in Grand Rise Creation Limited	–	9.6	–	9.6	9.6
Renovating existing retail stores	3.0	3.0	1.5	1.5	1.5
Repaying bank borrowings and interest	7.0	7.0	3.5	3.5	3.5
General working capital	4.0	6.4	2.0	4.4	4.4
Total	26.0	26.0	7.0	19.0	19.0

The use of the Net Proceeds is consistent with the intentions disclosed in the Prospectus and the announcement on the change in use of proceeds dated 28 March 2025, with no further changes during the period.

By order of the Board
Chong Fai Jewellery Group Holdings Company Limited
FU Chun Keung
Chairman

Hong Kong, 27 February 2026

As at the date of this announcement, the executive Directors are Mr. Fu Chun Keung, Ms. Cheung Lai Yuk, Ms. Fu Tan Ling and Mr. Fu Ho Hon; and the independent non-executive Directors are Mr. Chan Chi Ming Tony, Mr. Chan Cheong Tat and Mr. Wong Wing Keung Meyrick.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the "Latest Listed Company Information" page of the Stock Exchange's website at www.hkexnews.hk for at least seven days from the date of its publication and on the website of the Company at www.chongfaiholdings.com.