



# Fintech Chain Limited

ARBN 158 702 400

## ASX PRELIMINARY FINAL REPORT 31 MARCH 2025

Lodged with the ASX under Listing Rule 4.3A

This preliminary final report covers the consolidated entity consisting of Fintech Chain Limited and its controlled entities. The financial statements are presented in Renminbi (RMB), the official currency of the People's Republic of China, unless otherwise stated.

The report is based on accounts which are in the process of being audited.

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**FINTECH CHAIN LIMITED AND ITS CONTROLLED ENTITIES  
YEAR ENDED 31 MARCH 2025**

**Details of the reporting period and the previous corresponding period**

Reporting period: Year ended 31 MARCH 2025

Prior corresponding period: Year ended 31 MARCH 2024

**Results for announcement to the market**

Key information

	Year ended 31 MARCH 2025 RMB'000	Year ended 31 MARCH 2024 RMB'000	% change
Revenue from ordinary activities	55,870	45,088	23.9%
Loss from ordinary activities after income tax expense attributable to members	(4,801)	(5,130)	6.4%
Net loss attributable to members	(4,507)	(4,720)	4.5%

**Brief explanation of figures reported above to enable the figures to be understood**

Key features of the result include:

- The Company generated revenue from ordinary activities of RMB55.9 million for FY2025, an increase of 24% from the previous year reflecting the implementation of new series of products. Revenue from SaaS cloud services and SaaS for rights/ interests/ points/ marketing/ promotion increased from RMB23.5 million to RMB34.4 million and RMB0.7 million to RMB1.1 million respectively.
- Other income and net gains significantly decreased from RMB1.3 million to RMB0.4 million mainly as the result of reduced government grant totaling RMB1.0 million.
- General and administrative expenses increased from RMB13.3 million to RMB17.4 million compared to last year which resulted from increased labour costs on salaries and social security base.
- Research and development expenses increased from RMB5.0 million to RMB5.3 million reflecting upgrade costs for the T-Linx system to local living scene during the year.
- No gains on changes of fair value of embedded derivatives of convertible bonds resulted from no convertible bonds being issued or maturing during FY2025.
- The Company generated net loss of RMB0.0069 per share, compared to RMB0.0073 per share in the previous financial year.
- No dividends have been paid nor any dividends proposed to the paid.

## Unaudited preliminary consolidated statement of profit or loss and other comprehensive income

Please refer to page 6

## Unaudited preliminary consolidated statement of financial position

Please refer to page 7

## Unaudited preliminary consolidated statement of changes in equity

Please refer to page 8

## Unaudited preliminary consolidated statement of cash flows

Please refer to page 9

## Additional dividend information

The Company has not declared any dividends.

## Dividend reinvestment plan

The Company has no dividend reinvestment plan.

## Net tangible asset backing

Net tangible asset backing per ordinary share at:

31 March 2025 : RMB (2.58) cents

31 March 2024 : RMB (1.85) cents

## Controlled entities acquired or disposed of

The Company didn't acquire or dispose of any entities in FY2025.

## Details of associates and joint venture entities

Name of entity	Ownership percentage
Shenzhen Intelligent Preferential Pay Company Limited* (深圳市智惠付信息技術有限公司)	32.5%
Shenzhen Dashouhou Information Technology Co., Ltd.* (深圳市大售后信息技术有限公司)	47.5%
TTG Fintech Services Limited	40%

\* The English translation of the Company name is for reference only. The official name of the companies is in Chinese.

## **Other significant information**

No convertible bonds and other share options were issued during FY2025 and up to the date of this report.

## **Foreign entities**

The financial statements have been prepared in accordance with all applicable International Financial Reporting Standards.

## **Commentary on the operations and results**

### About FTC

FTC's IP T-Linx™ is a SaaS platform (Software as a Service) equipped with Robotic Processing Automation.

In serving various payment scenarios under the umbrella of digital transformation, T-Linx™ SaaS connects various software and hardware, and serves banks, merchants, and consumers, in the form of cloud services in a compliant, safe, credible and user-friendly manner.

The T-Linx™ SaaS platform connects and serves four main types of platform partners to create upselling and cross-selling opportunities within various payment environments.

### Four major interconnected services of T-Linx™ SaaS platform

1. SaaS cloud service
  - (i) Payment SaaS infrastructure (IaaS, Infrastructure as a Service)
  - (ii) Payment Digital Transformation SaaS service (merchant solutions/industry applications)
2. SaaS for rights/interests/points/marketing/promotion
3. SaaS for hardware IoT

## Commentary on the operations and results (Cont'd)

Given market competition and a complex economic environment, FTC has always actively faced challenges and made timely adjustments. FTC has launched a series of products that are suitable for reducing costs and increasing efficiency for banks in the new environment, and have launched innovative and competitive products. In response to the fine grid development of banks, we have launched the "Community Charging Pile Scene Payment Solution" and "Enterprise and Campus Canteen Scene Payment Solution" to help banks create traffic entry and ecological scene closed-loop payments. Using AI facial recognition intelligent payment applications and IoT payment applications for new energy charging in canteens, FTC has been actively piloted and serviced provider innovative applications shortlisted by dozens of banks. Therefore, revenue from SaaS for cloud services and research and development expenses increased 46.4% to RMB34.4m and 5.42% to RMB5.3m respectively compared to corresponding to FY2024.

The rapid development of technology and the adjustment of domestic economic framework have brought pressure on our industry. It leads to reduced unit prices of POS machines in SaaS for IoT market. FTC adjusts and optimizes its business strategies in a timely manner, and respond to various changes and challenges in order to meet the development needs of the market. Despite the ups and downs of the POS machine and SaaS services industry in recent years, demand from banks and enterprises for digitalised and automated operations continues to growth steadily.

Despite FTC achievements, we still face many challenges and difficulties in a harsh economic environment. The 2024 China Economic Work Conference referenced the primary task of economic work in 2025 is to vigorously boost consumption, improve investment efficiency, and expand domestic demand in all directions. Global and China is facing weak economic environment. It leads FTC facing long accounts receivable collection periods for both bank and merchant customers. Trade and other receivable and Borrowings have increased to RMB20.8m and RMB32.5m respectively compared to corresponding last year ended. Extended trade receivable terms leads to net liabilities increased from RMB12.0m to RMB16.8m compared to FY2024.

FTC will continue to strengthen the implementation of regional marketing rights in local living scene commercial districts. In a competitive market, by creating a regional grid payment market and a competitive and reputable entrance to the local living commercial district. FTC will launch a closed-loop payment strategies for users' local living areas in future, formulate a scientific and reasonable grid market development plan and collaborate with local banks to expand market channels.

**UNAUDITED PRELIMINARY CONSOLIDATED STATEMENT OF PROFIT  
OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 MARCH 2025**

	Notes	2025 RMB	2024 RMB
<b>Revenue</b>	2	<b>55,870,019</b>	45,087,590
Cost of sales and services rendered		<b>(32,139,337)</b>	(26,882,417)
<b>Gross profit</b>		<b>23,730,682</b>	18,205,173
Other income and gains, net	4	<b>383,107</b>	1,275,563
Selling expenses		<b>(1,190,632)</b>	(1,178,565)
Impairment losses under expected credit loss model, net of reversal		<b>(4,103,781)</b>	(4,013,193)
Research and development expenses		<b>(5,269,025)</b>	(4,998,345)
General and administrative expenses		<b>(17,372,706)</b>	(13,227,901)
Gain on change of fair value of embedded derivatives of convertible bonds, net		-	486,611
Finance costs		<b>(978,425)</b>	(1,679,112)
<b>Loss before tax</b>		<b>(4,800,780)</b>	(5,129,769)
Income tax expense		-	-
<b>Loss and total comprehensive expense for the year</b>		<b>(4,800,780)</b>	(5,129,769)
<b>Loss and total comprehensive expense for the year attributable to:</b>			
Owners of the Company		<b>(4,506,935)</b>	(4,720,133)
Non-controlling interests		<b>(293,845)</b>	(409,636)
		<b>(4,800,780)</b>	(5,129,769)
<b>Loss per share (RMB)</b>			
Basic		<b>(0.0069)</b>	(0.0073)
Diluted		<b>(0.0069)</b>	(0.0073)

**UNAUDITED PRELIMINARY CONSOLIDATED STATEMENT OF  
FINANCIAL POSITION  
AT 31 MARCH 2025**

	Notes	2025 RMB	2024 RMB
<b>NON-CURRENT ASSETS</b>			
Plant and equipment		639,757	725,697
Intangible assets		5,965	21,013
Interests in associates	6	-	-
Right-of-use asset		1,847,861	2,391,785
		<b>2,493,583</b>	<b>3,138,495</b>
<b>CURRENT ASSETS</b>			
Inventories		404,324	383,976
Trade and other receivables		20,839,255	15,661,890
Cash and cash equivalents		12,763,026	2,822,904
		<b>34,006,605</b>	<b>18,868,770</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		15,750,156	12,082,881
Contract liabilities		3,175,690	2,629,195
Borrowings		32,529,808	15,861,596
Lease liabilities		521,968	1,179,193
		<b>51,977,622</b>	<b>31,752,865</b>
<b>NET CURRENT LIABILITIES</b>		<b>(17,971,017)</b>	<b>(12,884,095)</b>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<b>(15,477,434)</b>	<b>(9,745,600)</b>
<b>NON-CURRENT LIABILITIES</b>			
Borrowings		-	880,000
Lease liabilities		1,330,569	1,381,623
		<b>1,330,569</b>	<b>2,261,623</b>
<b>NET LIABILITIES</b>		<b>(16,808,003)</b>	<b>(12,007,223)</b>
<b>CAPITAL AND RESERVES</b>			
Share capital	8	87,189,117	87,189,117
Reserves		(100,845,493)	(96,338,558)
<b>Equity attributable to owners of the Company</b>		<b>(13,656,376)</b>	<b>(9,149,441)</b>
<b>Non-controlling interests</b>		<b>(3,151,627)</b>	<b>(2,857,782)</b>
<b>TOTAL DEFICIT</b>		<b>(16,808,003)</b>	<b>(12,007,223)</b>

**UNAUDITED PRELIMINARY CONSOLIDATED STATEMENT OF  
CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 MARCH 2025**

	Attributable to owners of the Company			Sub-total RMB	Non- controlling interests RMB	Total deficit RMB
	Share capital RMB	Share option reserve RMB	Accumulated losses RMB			
At 1 April 2023	87,189,117	-	(91,618,425)	(4,429,308)	(2,448,146)	(6,877,454)
Loss and total comprehensive expense for the year	-	-	(4,720,133)	(4,720,133)	(409,636)	(5,129,769)
At 31 March 2024	87,189,117	-	(96,338,558)	(9,149,441)	(2,857,782)	(12,007,223)
Loss and total comprehensive expense for the year	-	-	(4,506,935)	(4,506,935)	(293,845)	(4,800,780)
<b>At 31 March 2025</b>	<b>87,189,117</b>	<b>-</b>	<b>(100,845,493)</b>	<b>(13,656,376)</b>	<b>(3,151,627)</b>	<b>(16,808,003)</b>

**UNAUDITED PRELIMINARY CONSOLIDATED STATEMENT OF CASH  
FLOWS  
FOR THE YEAR ENDED 31 MARCH 2025**

	<b>2025 RMB</b>	2024 RMB
<b>NET CASH (USED IN) FROM OPERATING ACTIVITIES</b>	<b>(4,158,327)</b>	8,351,622
<b>NET CASH FROM (USED IN) INVESTING ACTIVITIES</b>	<b>413,778</b>	(227,317)
<b>NET CASH FROM (USED IN) FINANCING ACTIVITIES</b>	<b>13,684,671</b>	(6,909,722)
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>9,940,122</b>	1,214,583
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR</b>	<b>2,822,904</b>	1,608,321
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR, represented by bank balances and cash</b>	<b>12,763,026</b>	2,822,904

# SELECTED NOTES TO THE UNAUDITED PRELIMINARY CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

## 1. GENERAL INFORMATION

FinTech Chain Limited (the "Company") is a limited liability company domiciled and incorporated in Hong Kong. The addresses of its registered office and principal place of business is Unit 1806, 18/F., Gala Place, 56 Dundas Street, Mongkok, Kowloon, Hong Kong.

The Company is an investment holding company and its shares are currently listed on Australian Securities Exchange. As announced on 23 May 2025 FTC has applied to the ASX for delisting. For further details refer to the announcement. Its subsidiaries are principally engaged in interconnected services of T-Linx™ Software as a Service ("SaaS") platform including SaaS cloud service which includes provision of system development services and information technology services, SaaS for hardware internet of things ("IoT") which includes sale of point-of-sale machine and other hardware and SaaS for rights/interests/points/ marketing/promotion in the People's Republic of China (the "PRC"). At 31 March 2025, the directors of the Company (the "Directors") consider that the immediate and ultimate controlling party of the Company to be Mr. Xiong Qiang.

The consolidated financial statements are presented in Renminbi ("RMB"), which is also the functional currency of the Company.

## 2. REVENUE

### Disaggregation of revenue from contracts with customers

	2025 RMB	2024 RMB
<b>Types of goods and services</b>		
SaaS cloud service	34,364,836	23,477,949
SaaS for hardware IoT	19,719,411	20,047,695
SaaS for rights/interests/points/marketing/promotion	1,059,650	724,682
<b>Total</b>	<b>55,143,897</b>	<b>44,250,326</b>
<b>Timing of revenue recognition</b>		
Over time	1,739,784	1,908,884
A point in time	53,404,113	42,341,442
<b>Total</b>	<b>55,143,897</b>	<b>44,250,326</b>

**SELECTED NOTES TO THE UNAUDITED PRELIMINARY  
CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2025**

**2. REVENUE - Continued**

	2025	2024
<b>Geographical markets</b>		
Mainland China	<b>55,143,897</b>	44,250,326

Set out below is the reconciliation of the revenue from contracts with customers with the amount disclosed in segment information:

	Notes	2025 RMB	2024 RMB
SaaS cloud service		<b>34,364,836</b>	23,477,949
SaaS for hardware IoT		<b>19,719,411</b>	20,047,695
SaaS for rights/interests/points/marketing/promotion		<b>1,059,650</b>	724,682
<hr/>			
Revenue from contracts with customer	(a)	<b>55,143,897</b>	44,250,326
Leases of point-of-sale machines	(b)	<b>726,122</b>	837,264
<hr/>			
<b>Total revenue</b>		<b>55,870,019</b>	45,087,590

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# SELECTED NOTES TO THE UNAUDITED PRELIMINARY CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

## 3. SEGMENT INFORMATION

The Group manages its business by divisions which organised from services perspective.

Information reported to the board of directors of the Company (the "Board"), being the chief operating decision maker, for the purpose of resources allocation and performance assessment, the Group's operating activities are attributable to a single operating segment as the revenue is derived from interconnected services of T-Linx™ SaaS platform including SaaS cloud service, SaaS for hardware IoT and SaaS for rights/interests/points/marketing/promotion. Accordingly, no segment analysis is presented other than entity-wide disclosures.

### Geographical information

The Group's operations are located in the PRC.

Information about the Group's revenue from external customers is presented based on the location of the operations.

	Revenue from external customers	
	2025 RMB	2024 RMB
PRC	55,870,019	45,087,590

### Information about major customers

An analysis of revenue from customers contributing 10% or more of the Group's total revenue is as follows:

	2025 RMB	2024 RMB
Customer A	8,066,044	5,561,867
Customer B	N/A <sup>1</sup>	4,880,751
Customer C	6,205,304	N/A <sup>1</sup>

<sup>1</sup>The corresponding revenue did not contribute over 10% of the total revenue of the Group.

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**SELECTED NOTES TO THE UNAUDITED PRELIMINARY  
CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2025**

**4. OTHER INCOME AND GAINS, NET**

	2025 RMB	2024 RMB
Interest income on bank deposits	7,000	26,086
Sundry income	61,938	88,673
Government grants (Note a)	171,217	1,160,804
Gain on termination of right-of-use asset	142,952	-
	<b>383,107</b>	<b>1,275,563</b>

Note:

- (a) During the year ended 31 March 2025, the Group obtained grants of RMB171,217 (2024: RMB1,160,804) in aggregate from several government authorities in the PRC for the purpose of encouragement of development of new and high-tech industry, innovation industry, the labour market and Small and Medium-sized Enterprises.

There are no unfulfilled conditions or contingencies attached to these grants recognised in profit or loss.

**5. DIVIDENDS**

No dividends were paid or proposed for ordinary shareholders of the Company during the year ended 31 March 2025, nor have any dividend been proposed since the end of reporting period (2024: Nil).

**6. INTERESTS IN ASSOCIATES**

	2025 RMB	2024 RMB
Cost of investments	4,811,752	4,811,752
Share of post-acquisition losses and other comprehensive expense	(4,811,752)	(4,811,752)
Share of net assets	-	-

# SELECTED NOTES TO THE UNAUDITED PRELIMINARY CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

## 6. INTERESTS IN ASSOCIATES - Continued

The particulars of all associates of the Group, which are unlisted corporate entities, are as follows:

Name of associate	Place of incorporation and type of legal entity	Principal activities and place of operation	Registered capital	Proportion of ownership interest held by the Group		Proportion of voting rights held by the Group	
				2025	2024	2025	2024
Shenzhen Intelligent Preferential Pay Company Limited* ("IPP") (深圳市智惠付信息技术有限公司) (Note)	PRC, limited liability company	Provision of e-commerce, information technology consultancy services, electronic promotion services and electronic messaging information services	RMB2,000,000	32.5%	32.5%	32.5%	32.5%
Shenzhen Dashouhou Information Technology Co., Ltd.* (深圳市大售后信息技术有限公司)	PRC, limited liability company	Provision of e-commerce system development and information technology services	RMB1,000,000	47.5%	47.5%	47.5%	47.5%
TTG Fintech Services Limited	Hong Kong, limited liability company	Provision of e-commerce system development and information technology services	HK\$1,000,000	40%	40%	40%	40%

\* The English translation of the company name is for reference only. The official name of these companies is in Chinese.

Note: IPP operates in the PRC and is a strategic partner of the Group in developing the information technology services sector where IPP has an established customer base.

All of the associates of the Group are accounted for using the equity method in the consolidated financial statements.

## SELECTED NOTES TO THE UNAUDITED PRELIMINARY CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

### 6. INTERESTS IN ASSOCIATES - Continued

#### Summarised financial information of material associate

Summarised financial information in respect of the Group's material associate is set out below. The summarised financial information below represents amounts shown in the associate's financial statements prepared in accordance with IFRSs and HKFRSs.

IPP	2025 RMB	2024 RMB
Current assets	60,933	85,066
Current liabilities	(6,621,000)	(6,457,558)
<b>Net liabilities</b>	<b>(6,560,067)</b>	<b>(6,372,492)</b>
Revenue	671,134	950,162
Loss and total comprehensive expense for the year	(186,879)	(456,347)
Dividends received from the associate during the year	-	-

Reconciliation of the above summarised financial information to the carrying amount of the interest in an associate recognised in the consolidated financial statements:

	2025 RMB	2024 RMB
Net liabilities of IPP	(6,560,067)	(6,372,492)
Proportion of the Group's ownership interest in IPP	32.5%	32.5%
Carrying amount of the Group's interest in IPP	-	-

#### Aggregate information of associates that are not individually material

	2025 RMB	2024 RMB
Aggregate carrying amount of individually immaterial associates in the consolidated financial statements	-	-
Aggregate amount of the Group's share of these associates	-	-
Loss and total comprehensive expense for the year	-	-
	2025 RMB	2024 RMB
The unrecognised share of loss of associates for the year	63,298	265,811
Cumulative unrecognised share of loss of associates	3,712,469	3,649,171

The Group discontinued recognising its share of further losses which exceeds its interests in all associates.

# SELECTED NOTES TO THE UNAUDITED PRELIMINARY CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

## 7. PARTICULARS OF PRINCIPAL SUBSIDIARIES OF THE COMPANY

### General information of subsidiaries

Details of the principal subsidiaries directly and indirectly held by the Company at the end of the reporting period are set out below:

Name of subsidiary	Place of establishment and business	Principal activities	Particulars of issued and paid up registered capital	Proportion of ownership interest held by the Company				Proportion of voting power held by the Company			
				Directly 2025	Indirectly 2025	Directly 2024	Indirectly 2024	Directly 2025	Indirectly 2025	Directly 2024	Indirectly 2024
STIT* (深圳市淘淘谷信息技術有限公司)	PRC (Wholly foreign - owned enterprise)	Provision of system development and information technology services	Paid up registered capital of HK\$58,000,000 (2024: HK\$62,000,000) (Note(c)(i))	100%	-	100%	-	100%	-	100%	-
Shenzhen Tao-taogu E-commerce Co., Limited.* (深圳市淘淘谷電子商務有限公司) ("STEC")#	PRC (Domestic-funded)	E-commerce system development and information technology services	Paid up registered capital of RMB1,000,000 (2024: RMB1,000,000) (Note(c)(ii))	-	(Note (a))	-	(Note (a))	-	(Note (a))	-	(Note (a))
Shenzhen Tao-taogu Investment Co., Limited.* (深圳市淘淘谷投資有限公司) ("ST Investment")#	PRC (Domestic-funded)	Provision of investment management and consultancy services	Paid up registered capital of RMB1,000,000 (2024: RMB1,000,000)	-	(Note (b))	-	(Note (b))	-	(Note (b))	-	(Note (b))
Jiangxi Tao-taogu E-commerce Co., Limited* (江西淘淘谷電子商務有限公司) ("JTEC")#	PRC (Domestic-funded)	Investment holding	Paid up registered capital of RMB200,000 (2024: RMB200,000) (Note(c)(iii))	-	92%	-	92%	-	92%	-	92%
Jiangxi Kelaihui E-commerce Co., Limited* (江西客來惠信息技術有限公司) ("JKLH")#	PRC (Domestic-funded)	Sales of accessories of point-of-sales machine	Nil paid up registered capital (2024: Nil) (Note(c)(iv))	-	92%	-	92%	-	92%	-	92%

\* English name is for identification purpose only

# Wholly domestic - owned enterprise

# SELECTED NOTES TO THE UNAUDITED PRELIMINARY CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

## 7. PARTICULARS OF PRINCIPAL SUBSIDIARIES OF THE COMPANY - Continued

### General information of subsidiaries - continued

The above table lists the subsidiaries of the Company which, in the opinion of the Directors, principally affected results, assets or liabilities of the Group. To give details of other subsidiaries would, in the opinion of the Directors, result in particulars of excessive length.

None of the subsidiaries had issued any debt securities at the end of the year.

Notes:

- (a) On 2 July 2013, STIT, a wholly-owned subsidiary of the Company, entered into an agreement (the "Agreement") with Mr. Xiong Qiang, a director and a shareholder of the Company and Ms. Ling Fang, the wife of Mr. Xiong Qiang to obtain control in STEC, a company established in the PRC. The Group does not hold any ownership interests in STEC. However, based on the terms of the Agreement under which STEC was acquired, the Group receives substantially all of the returns related to its operations and net assets and has the power to direct STEC's activities that most significantly affect these returns.
- (b) The Group does not hold any ownership interests in ST Investment. However, based on the terms of agreement under which ST Investment was established, the Group receives substantially all of the returns related to its operations and net assets and has the power to direct ST Investment's activities that most significantly affect these returns.
- (c)
  - (i) As at 31 March 2025, the registered capital of STIT was HK\$58,000,000 (2024: HK\$62,000,000) of which HK\$58,000,000 (2024: HK\$62,000,000) was paid up.
  - (ii) As at 31 March 2025, the registered capital of STEC was RMB2,000,000 (2024: RMB2,000,000) of which RMB1,000,000 (2024: RMB1,000,000) was paid up.
  - (iii) As at 31 March 2025, the registered capital of JTEC was RMB2,000,000 (2024: RMB2,000,000) of which RMB200,000 (2024: RMB200,000) was paid up.
  - (iv) As at 31 March 2025, the registered capital of JKLH was RMB10,000,000 (2024: RMB10,000,000) of which RMBNil (2024: RMB Nil) was paid up.

**SELECTED NOTES TO THE UNAUDITED PRELIMINARY  
CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2025**

**8. SHARE CAPITAL**

	Number of ordinary shares	HK\$	RMB equivalent
<b>Issued and fully paid:</b>			
At 31 March 2024 and <b>31 March 2025</b>	<b>650,769,591</b>	<b>117,194,865</b>	<b>87,189,117</b>

**9. LITIGATION**

As disclosed in the Company's announcement dated 12 August 2022, the Company has discovered that the cashier of a subsidiary of the Company (the "Cashier"), was suspected of having misappropriated certain funds of the Group (the "Investigation"). The Company conducted a detailed review of its banking records to ascertain the extent of the misappropriation of the Group's funds by the Cashier. Based on such records obtained by the Company and its internal assessment, the Company believes that an aggregate amount of up to approximately RMB13,436,000 has been misappropriated by the Cashier.

On 12 August 2022, the Company commenced criminal proceedings in the People's Court of Nanshan District of Shenzhen (the "Nanshan Court") against the Cashier for the misappropriation of cash. On 31 December 2022, the Nanshan Court issued a criminal judgment on the lawsuit, ruling that the Cashier should compensate the Company for the loss of RMB13,197,117 and should be jailed for 6 years.

On 23 September 2023, the Company commenced civil proceedings in the People's Court of Luo Hu District of Shenzhen (the "Luo Hu Court") against the spouse of the Cashier for assisting on money laundering amounting to RMB3,461,704. At 31 March 2024, the civil proceedings are still in progress.

During the year ended 31 March 2025, the Company have received the compensation of approximately RMB164,000. On 30 April 2025, the People's Court of Huidong County of Guangdong Province judged that the litigation was dismissed and the litigation was transferred to the Ministry of Public Security of the People's Republic of China for handling.

**10. STATUS OF AUDIT REVIEW**

The report is based on accounts which are in process of being audited or subject to review.