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福田實業(集團)有限公司
Fountain Set (Holdings) Limited

(Incorporated in Hong Kong with limited liability) (Stock Code: 420)

POSITIVE PROFIT ALERT

This announcement is made by Fountain Set (Holdings) Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09(1) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board (the "**Board**") of directors (the "**Director(s)**") of the Company hereby informs the shareholders and potential investors of the Company that, based on a preliminary review of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2026 (the "**Reporting Period**") and other information currently available to the Board, the Group is expected to record a significant increase in profit for the Reporting Period as compared to the corresponding period in 2025.

Profit attributable to owners of the Company for the Reporting Period amounted to approximately HK$63.8 million, representing a substantial increase from approximately HK$30.7 million for the corresponding period in 2025. Profit for the Reporting Period increased to approximately HK$71.4 million, as compared to approximately HK$35.8 million for the corresponding period in 2025.

The improvement in profit was mainly attributable to:

1. **Improved Gross Profitability:** Enhancement in production efficiency and effective cost control contributed to an increase in gross profit during the Reporting Period;

2. **Strengthened Cost Control:** Continued implementation of disciplined expense management measures led to a reduction in administrative expenses; and

3. **Optimised Financing Structure:** Effective treasury management resulted in lower finance costs during the Reporting Period.

The information contained in this announcement is only based on a preliminary assessment by the Board with reference to the unaudited consolidated management accounts of the Group for the Reporting Period and information currently available to the Board. Such information has not been reviewed or audited by the auditors or the audit committee of the Company and may be subject to adjustments.

The interim results announcement of the Company for the Reporting Period will be published in due course in accordance with the Listing Rules.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board
Fountain Set (Holdings) Limited
XI Qiang
Chairman

Hong Kong, 4 August 2026

As at the date of this announcement, the Board comprises 5 executive Directors, namely Mr. XI Qiang (Chairman), Dr. LI Gang (Chief Executive Officer), Mr. YAU Hang Tat Andrew, Mr. YIN Jian, and Mr. ZHANG Zheng; 2 non-executive Directors, namely Dr. YEN Gordon (Non-executive Vice Chairman) and Ms. ZHOU Jing; and 4 independent non-executive Directors are Mr. NG Kwok Tung, Mr. YING Wei, Mr. WONG Kwong Chi and Dr. LIN Lin.