Asia-express Logistics Holdings Limited
亞洲速運物流控股有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 8620)

ANNUAL RESULTS ANNOUNCEMENT
FOR THE YEAR ENDED 31 MARCH 2026

CHARACTERISTICS OF GEM OF THE STOCK EXCHANGE OF HONG KONG LIMITED (THE "STOCK EXCHANGE")

GEM has been positioned as a market designed to accommodate small and mid-sized companies to which a higher investment risk may be attached than other companies listed on the Stock Exchange. Prospective investors should be aware of the potential risks of investing in such companies and should make the decision to invest only after due and careful consideration.

Given that the companies listed on GEM are generally small and mid-sized companies, there is a risk that securities traded on GEM may be more susceptible to high market volatility than securities traded on the Main Board and no assurance is given that there will be a liquid market in the securities traded on GEM.

This announcement, for which the directors (collectively, the "Directors" or individually, a "Director") of Asia-express Logistics Holdings Limited (the "Company", together with its subsidiaries, the "Group") collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of the Stock Exchange (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.

HIGHLIGHTS

- Our overall revenue decreased by approximately HK$20.3 million or 5.8% from approximately HK$348.0 million for the year ended 31 March 2025 to approximately HK$327.7 million for the year ended 31 March 2026.
- For the year ended 31 March 2026, our Group recorded a loss of approximately HK$1.1 million (2025: approximately HK$3.5 million). Such decrease in loss was mainly due to the combined effect of (i) the increase in revenue generated from the provision of air cargo terminal operation services and transportation services; and (ii) the effectiveness of the Group's comprehensive budget management and cost control measures implemented during the year.
- No final dividend for the year ended 31 March 2026 was proposed by the Board.

ANNUAL RESULTS

The board of Directors (the "Board") is pleased to announce the audited consolidated financial results of the Group for the year ended 31 March 2026 (the "current year", "this year" or "during the year"), together with the comparative audited figures for the year ended 31 March 2025 (the "last year" or "prior year").

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 March 2026

	Notes	2026 HK$'000	2025 HK$'000
Revenue	4	**327,683**	348,015
Other income	6	**4,350**	3,172
Other gains and losses	7	**(1,821)**	517
Employee benefits expenses	10	**(46,861)**	(47,948)
Dispatch labour costs		**(105,072)**	(124,778)
Transportation costs		**(133,883)**	(134,012)
Warehousing operating costs		**(22,092)**	(28,113)
Impairment losses under expected credit loss model, net		**(3)**	(45)
Depreciation of property, plant and equipment		**(5,314)**	(6,127)
Depreciation of right-of-use assets		**(9,127)**	(7,211)
Other expenses		**(6,266)**	(5,493)
Finance costs	8	**(2,154)**	(2,064)
Share of results of an associate		**(6)**	(13)
Loss before tax		**(566)**	(4,100)
Income tax (expense) credit	9	**(544)**	557
Loss for the year attributable to equity holders of the Company	10	**(1,110)**	(3,543)
Other comprehensive (expense) income			
Items that may be reclassified subsequently to profit or loss:			
Exchange differences arising on translation of foreign operations		**(37)**	52
Share of other comprehensive income (expense) of an associate, net of related income tax		**49**	(5)
Other comprehensive income for the year		**12**	47
Total comprehensive expense for the year attributable to equity holders of the Company		**(1,098)**	(3,496)
Loss per share (HK cents)	12		
Basic		**(0.21)**	(0.67)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 March 2026

	Notes	2026 HK$'000	2025 HK$'000
NON-CURRENT ASSETS			
Property, plant and equipment		**21,066**	26,039
Right-of-use assets		**53,538**	15,035
Interest in an associate		**663**	631
Financial assets at fair value through profit or loss		**1,938**	—
Rental and other deposits	*13*	**6,222**	637
		83,427	42,342
CURRENT ASSETS			
Trade and other receivables	*13*	**47,116**	44,827
Financial assets at fair value through profit or loss		**55**	45
Tax recoverable		**177**	168
Pledged bank deposits		**5,004**	5,004
Cash and cash equivalents		**17,268**	9,123
		69,620	59,167
CURRENT LIABILITIES			
Trade and other payables	*14*	**36,089**	35,850
Amount due to an associate		**—**	749
Bank and other borrowings	*15*	**17,694**	14,215
Lease liabilities		**15,981**	6,627
Tax payable		**752**	709
		70,516	58,150
NET CURRENT (LIABILITIES) ASSETS		**(896)**	1,017
TOTAL ASSETS LESS CURRENT LIABILITIES		**82,531**	43,359

	Note	2026	2025
		HK$'000	*HK$'000*
NON-CURRENT LIABILITIES			
Lease liabilities		**33,669**	7,821
Loan from a shareholder		**12,045**	—
Amount due to an associate		**737**	—
Other payables	*14*	**1,635**	539
Deferred tax liabilities		**2,572**	2,028
		50,658	10,388
NET ASSETS		**31,873**	32,971
CAPITAL AND RESERVES			
Share capital		**5,280**	5,280
Reserves		**26,593**	27,691
TOTAL EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY		**31,873**	32,971

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 March 2026

1. GENERAL INFORMATION

Asia-express Logistics Holdings Limited (the "Company") was incorporated in the Cayman Islands as an exempted company with limited liability under the Companies Act, Cap. 22 (Act 3 of 1961, as consolidated and revised) of the Cayman Islands and its shares (the "Shares") have been listed on GEM of The Stock Exchange of Hong Kong Limited (the "Stock Exchange"). The addresses of the Company's registered office is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands and the principal place of business in Hong Kong is at 3/F, Magnet Place Tower 2, 38–42 Kwai Fung Crescent, Kwai Chung, New Territories, Hong Kong.

The ultimate holding company and immediate holding company of the Company is 3C Holding Limited, a company incorporated in the British Virgin Islands, and ultimately controlled by Mr. Chan Le Bon and Mr. Chan Yu.

The principal activity of the Company is investment holding. The principal activities of the Group are the provision of air cargo terminal operation services, transportation services and warehousing and other value-added services in Hong Kong and the People's Republic of China (the "PRC").

The consolidated financial statements are presented in Hong Kong dollars ("HK$"), which is also the functional currency of the Company.

2. APPLICATION OF NEW AND AMENDMENTS TO HKFRS ACCOUNTING STANDARDS

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

In the current year, the Group has applied the amendments to an HKFRS Accounting Standard as issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") for the first time, which are mandatorily effective for the Group's annual period beginning on or after 1 April 2025 for the preparation of the consolidated financial statements:

Amendments to HKAS 21	Lack of Exchangeability

The application of the amendments to this HKFRS Accounting Standard 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 HKFRS Accounting Standards	Annual Improvements to HKFRS Accounting Standards — Volume 11[2]
HKFRS 18	Presentation and Disclosure in Financial Statements[3]
HKFRS 19	Subsidiaries without Public Accountability: Disclosures[3]
Amendments to HKFRS 19	Amendments to Subsidiaries without Public Accountability: Disclosures[3]

1 Effective for annual periods beginning on or after a date to be determined.

2 Effective for annual periods beginning on or after 1 January 2026.

3 Effective for annual periods beginning on or after 1 January 2027.

Except as described below, the Directors of the Company anticipate that the application of all new and amendments to HKFRS Accounting Standards will have no material impact on the consolidated financial statements in the foreseeable future.

HKFRS 18 Presentation and Disclosure in Financial Statements

HKFRS 18 *Presentation and Disclosure in Financial Statement*, which sets out requirements on presentation and disclosures in financial statements, will replace HKAS 1 *Presentation of Financial Statement*. This new HKFRS Accounting Standard, while carrying forward many of the requirements in HKAS 1, introduces new requirements to present specified categories and defined subtotals in the statement of profit or loss; provide disclosures on management-defined performance measures (MPMs) in the notes to the financial statements and improve aggregation and disaggregation of information to be disclosed in the financial statements. In addition, some HKAS 1 paragraphs have been moved to HKAS 8 *Accounting Policies, Changes in Accounting Estimates and Error* (the title of which will be changed to Basis of *Preparation of Financial Statement* upon effective of HKFRS 18) and HKFRS 7. Minor amendments to HKAS 7 *Statement of Cash Flow* and HKAS 33 *Earning per Share* are also made.

HKFRS 18, and amendments to other standards, will be effective for annual periods beginning on or after 1 January 2027, with early application permitted. HKFRS 18 requires retrospective application with specific transition provisions. The application of the new standard is not expected to have significant impact on the financial performance and positions of the Group in terms of recognition and measurement. However, it is expected to affect the structure and presentation of the consolidated statement of profit or loss.

3. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements have been prepared in accordance with HKFRS Accounting Standards issued by the 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 GEM of the Stock Exchange and by the Hong Kong Companies Ordinance.

The Group's consolidated financial statements have been prepared on a going concern basis. During the year ended 31 March 2026, the Group recorded a loss for the year of HK$1,110,000. As at 31 March 2026, the Group reported net current liabilities of HK$896,000. Management has considered the Group's liquidity position and future funding requirements. The Directors have evaluated cash flow forecasts, available banking facilities, support from shareholders and new source of funding by potential placing of new shares. Based on these considerations, the Directors are satisfied that the Group has adequate resources to continue in operational existence for the foreseeable future. Accordingly, the consolidated financial statements have been prepared on a going concern basis.

4. REVENUE

(i) Disaggregation of revenue from contracts with customers

	2026	2025
	HK$'000	*HK$'000*
Type of services		
Air cargo terminal operation services		
— Ground handling	**94,657**	95,548
— Ancillary delivery	**36,997**	30,718
Transportation services	**131,505**	96,554
Warehousing and value-added services	**64,524**	125,195
	327,683	348,015
Geographical markets		
Hong Kong	**317,353**	340,266
The PRC	**10,330**	7,749
	327,683	348,015
Timing of revenue recognition		
Over time	**327,683**	348,015

(ii) Performance obligations for contracts with customers and revenue recognition policies

Income from air cargo terminal operation services, transportation services and warehousing and other value-added services

The Group provides air cargo terminal operation services, transportation services and warehousing and other value-added services to its customers. Contracts are entered into before services begin. Under the terms of the contracts, the customers simultaneously receives and consumes the benefits provided by the Group's performance as the Group performs. Revenue from air cargo terminal operation services, transportation services and warehousing and relevant value-added services is therefore recognised over time.

(iii) Transaction price allocated to the remaining performance obligation for contracts with customers

The Group has no remaining (unsatisfied or partially unsatisfied) performance obligations as at 31 March 2026 and 2025.

5. OPERATING SEGMENTS

Information reported to the executive Directors, being the chief operating decision maker ("CODM"), for the purposes of resource allocation and assessment focuses on revenue analysis by services. For management purpose, the Group operates in one business unit based on its services and its sole operating segment is the provision of air-cargo terminal operation services, transportation services and warehousing and other value-added services. The CODM monitors the revenue, consolidated results, assets and liabilities of its business unit as a whole and regularly reviews financial information prepared in accordance with the accounting policies which conform with HKFRS Accounting Standards and consistent with those used in the preparation of this announcement, and without further discrete information.

No other discrete financial information is provided other than the Group's results and financial position as a whole. Accordingly, only entity-wide disclosures, major customers and geographical information are presented.

Geographical information

The Group's operations are mainly located in Hong Kong and the PRC.

Information about the Group's revenue from external customers is disclosed in note 4 based on the location of the customers.

Information about the Group's non-current assets (excluding rental and other deposits and financial assets at fair value through profit or loss ("FVTPL")) is presented based on the geographical location of the assets.

	2026	2025
	HK$'000	*HK$'000*
Hong Kong	**73,743**	39,831
The PRC	**1,524**	1,874
	75,267	41,705

Information about major customers

Revenue from customers of corresponding years contributing over 10% of the Group's revenue is as follows:

	2026	2025
	HK$'000	*HK$'000*
Customer A	**156,326**	153,443
Customer B	**67,625**	91,202

6. OTHER INCOME

	2026	2025
	HK$'000	*HK$'000*
Government subsidies received upon disposal of qualified commercial motor vehicles *(Note)*	**2,529**	1,982
Income from insurance claims	**1,131**	855
Interest income from rental deposits	**119**	82
Bank interest income	**98**	178
Dividend income from financial assets at FVTPL	**—**	29
Sundry income	**473**	46
	4,350	3,172

Note: The amount represented the government subsidies for early retirement of certain commercial motor vehicles of the Group which did not comply with latest environmental regulatory requirement, with no unfulfilled conditions attached before recognition. No future related cost is expected to be incurred.

7. OTHER GAINS AND LOSSES

	2026	2025
	HK$'000	*HK$'000*
Loss on disposal of property, plant and equipment	**(1,271)**	(179)
(Loss) gain on change in fair value of financial assets at FVTPL, net	**(552)**	356
Net foreign exchange gains	**2**	317
Net gain on termination of lease	**—**	23
	(1,821)	517

8. FINANCE COSTS

	2026	2025
	HK$'000	*HK$'000*
Interest on bank and other borrowings	**875**	1,085
Interest on loan from a shareholder	**45**	—
Interest on lease liabilities	**1,227**	964
Interest on Long Service Payment ("LSP")	**7**	15
	2,154	2,064

9. INCOME TAX EXPENSE (CREDIT)

	2026	2025
	HK$'000	*HK$'000*
The tax expense (credit) comprises:		
Current year	**—**	—
Deferred tax expense (credit)	**544**	(557)
	544	(557)

Under the two-tiered profits tax rates regime in Hong Kong, the first HK$2 million of profits of the qualifying group entity will be taxed at 8.25%, and profits above HK$2 million will be taxed at 16.5%. The profits of group entities not qualifying for the two-tiered profits tax rates regime will continue to be taxed at a flat rate of 16.5%.

Accordingly, the Hong Kong profits tax of the qualifying group entity is calculated at 8.25% on the first HK$2 million of the estimated assessable profits and at 16.5% on the estimated assessable profits above HK$2 million for the years ended 31 March 2026 and 2025.

PRC Enterprise Income Tax ("PRC EIT") is calculated at 25% of the estimated assessable profits for both years. Pursuant to the relevant laws and regulations in the PRC, one of the Company's PRC subsidiaries is entitled to 10% PRC EIT for both years as the subsidiary is qualified as small entities for a reduced tax rate.

10. LOSS FOR THE YEAR

	2026	2025
	HK$'000	*HK$'000*
Loss for the year has been arrived at after charging:		
Auditor's remuneration	**370**	500
Directors' remuneration	**1,868**	1,797
Other staff costs:		
Salaries, discretionary bonuses and other benefits	**41,980**	43,288
Retirement benefits scheme contributions	**3,013**	2,863
	46,861	47,948

11. DIVIDENDS

No dividend was paid, declared or proposed for ordinary shareholders of the Company during the years ended 31 March 2026 and 2025, nor has any dividend been proposed since the end of each reporting period.

12. LOSS PER SHARE

The calculation of the basic loss per share attributable to equity holders of the Company is based on the following data:

	2026	2025
	HK$'000	*HK$'000*
Loss:		
Loss for the year attributable to equity holders of the Company for the purpose of calculating basic loss per share	**(1,110)**	(3,543)

	2026	2025
	'000	*'000*
Number of shares:		
Number of ordinary shares for the purpose of basic loss per share	**528,000**	528,000

No diluted loss per share for both 2026 and 2025 were presented as there were no potential ordinary shares in issue for both 2026 and 2025.

13. TRADE AND OTHER RECEIVABLES

	2026	2025
	HK$'000	*HK$'000*
Trade receivables	**42,878**	39,765
Less: Allowance for credit losses	**(456)**	(483)
	42,422	39,282
Rental and other deposits	**8,262**	3,314
Other receivables and other prepayments *(Notes a and b)*	**2,843**	3,057
Prepayments to suppliers	**11**	11
Less: allowance for credit losses *(Note a)*	**(200)**	(200)
	53,338	45,464
Analysed for reporting purpose as:		
Current	**47,116**	44,827
Non-current	**6,222**	637
	53,338	45,464

Notes:

(a) As at 31 March 2026, included in the amount was an other receivable due from a sub-contractor of HK$397,000 (2025: HK$409,000), of which the Group paid on behalf of this sub-contractor for a personal injury claim involved in August 2019. The Group's management has assessed the recoverability and recognised an allowance for ECL of HK$200,000 (2025: HK$200,000) as at 31 March 2026.

(b) As at 31 March 2026, included in the amount was a government subsidy receivable upon disposal of qualified commercial motor vehicles of nil (2025: HK$973,000).

As at 1 April 2024, trade receivables from contracts with customers, net of credit losses, amounted to HK$37,044,000.

The Group generally allows a credit period ranging from 30 days to 60 days to its customers. For certain customers, the Group requests advance payments before its rendering of express delivery services and no credit period is granted by the Group.

The following is an aged analysis of trade receivables, net of allowance for credit losses, presented based on the invoice dates.

	2026	2025
	HK$'000	*HK$'000*
Within 30 days	**27,836**	28,825
31 to 60 days	**13,344**	10,333
61 to 90 days	**986**	57
More than 90 days	**256**	67
	42,422	39,282

As at 31 March 2026, included in the Group's accounts receivable balance were debtors with aggregate carrying amounts of approximately HK$3,218,000 (2025: HK$2,793,000) which were neither past due nor impaired.

Out of the past due balances, HK$55,000 (2025: HK$40,000) has been past due 90 days or more and is not considered as in default.

14. TRADE AND OTHER PAYABLES

	2026	2025
	HK$'000	*HK$'000*
Trade payables	**24,536**	27,355
Accruals	**11,098**	8,033
Provision for reinstatement costs	**1,296**	—
Provision for LSP	**339**	539
Refundable deposits received from customers	**100**	100
Other payables	**313**	334
Other taxes payables	**42**	28
	37,724	36,389
Analysed for reporting purpose as:		
Current liabilities	**36,089**	35,850
Non-current liabilities	**1,635**	539
	37,724	36,389

The following is an aged analysis of trade payables presented based on the invoice date.

	2026	2025
	HK$'000	*HK$'000*
0–30 days	**8,244**	9,654
31–60 days	**9,876**	10,443
61–90 days	**4,232**	4,795
Over 90 days	**2,184**	2,463
	24,536	27,355

The general credit period on trade payables is 15 to 60 days. Certain suppliers request upfront payment before delivery of services and no credit period has been granted to the Group.

15. BANK AND OTHER BORROWINGS

	2026	2025
	HK$'000	*HK$'000*
Secured bank borrowings:		
Variable interest rate	**14,000**	11,500
Fixed interest rate	**873**	1,295
	14,873	12,795
Secured other borrowings:		
Fixed interest rate	**2,821**	1,420
	17,694	14,215
The carrying amounts of bank borrowings that contain a repayable on demand clause (shown under current liabilities) but repayable:		
Within one year	**14,460**	11,922
Within a period of more than one year but not exceeding two years	**413**	460
Within a period of more than two years but not exceeding five years	**—**	413
	14,873	12,795
The carrying amounts of other borrowings that contain a repayable on demand clause (shown under current liabilities) but repayable:		
Within one year	**1,228**	1,026
Within a period of more than one year but not exceeding two years	**1,041**	394
Within a period of more than two years but not exceeding five years	**552**	—
	2,821	1,420
	17,694	14,215

The bank and other borrowings as at 31 March 2026 carry variable interest rate ranged from 1.80% to 2.20% (2025: 1.80% to 2.20%) above Hong Kong Interbank Offered Rate ("HIBOR") per annum and carry a fixed interest rate from 3.50% to 4.25% (2025: 3.50% to 3.75%) per annum. The effective interest rate of the Group was 3.95% (2025: 5.43%) per annum as at 31 March 2026. The bank and other borrowings as at 31 March 2026 and 2025 were secured by the pledged bank deposits, key management personnel life insurance policy included in financial assets at FVTPL, certain motor vehicles included in property, plant and equipment and the corporate guarantee provided by the Company.

16. EVENT AFTER THE REPORTING PERIOD

Placing of new shares under general mandate

On 25 June 2026, the Company entered into a placing agreement for the placing of up to 105,600,000 new shares at a placing price of HK$0.084 per placing share. Assuming 105,600,000 new shares are fully placed, the gross proceeds from the said placing is approximately HK$8,870,000. Completion of the said placing agreement is subject to the satisfaction of the condition precedent as set out in the placing agreement, the said placing may or may not proceed. Please refer to the announcement of the Company dated 25 June 2026 for further details.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Group is an established air cargo ground handling services provider in Hong Kong. Our air cargo ground handling services principally cover (i) air cargo terminal operation; (ii) transportation; and (iii) warehousing and value-added services. We utilise our full suite of services to deliver integrated solutions to global express carriers, air cargo terminal operators, freight forwarders and corporates domestically and regionally. The Group has over 25 years of experience in the air cargo ground handling services industry with our headquarters located in Hong Kong.

During the year, the Group has experienced a decrease in the overall revenue. This was primarily attributable to the reduced demand for warehousing and other value-added services, driven by the continued impact of the US-China trade tensions on the logistics industry and our customers. While this has presented a temporary challenge to the Group, the Group has taken proactive measures to diversify its customer base and strengthen its relationship with other stakeholders such as its service providers. The impact of this temporary setback was partially offset by the increased sales in the provision of transportation services to new customers, including a leading express delivery and integrated logistics service provider in China, which became one of the top five customers of the Group during the year. This diversification strategy has not only alleviated some of the adverse effects of the current economic conditions but also positioned the Group for future growth as we reinforce our position in the logistics sector. We remain committed to adapting to market changes and leveraging our capabilities to ensure resilience and sustainable success going forward.

Looking ahead, while recent US-China trade discussions have pointed to a temporary easing of trade tensions, the global trading environment remains uncertain and subject to rapid changes. The pace and sustainability of any recovery in the logistics sector will continue to depend on a number of factors, including global economic conditions, tariff policies, supply chain adjustments and international trade flows. Such uncertainties may continue to affect investor confidence, supply chain strategies and overall market demand. Despite the volatile operating environment, the Group remains cautiously optimistic and well-positioned to navigate market challenges. The Group will continue to pursue its strategy of customer diversification and operational enhancement. In particular, the successful onboarding of a major new customer during the year demonstrates the Group's ability to expand its customer base and capture new business opportunities. Leveraging its established experience in air cargo ground handling services, warehousing and logistics operations, the Group will remain focused on enhancing operational efficiency, strengthening customer relationships and adapting to changing market dynamics in order to support its long-term development and create sustainable value for shareholders.

FORWARD PROSPECT

Looking ahead, the Board remains cautiously optimistic about the long-term prospects of the logistics industry. While global trade is expected to remain affected by uncertainties arising from tariffs, geopolitical tensions and supply chain disruptions, the continued growth of e-commerce, cross-border fulfilment and time-sensitive cargo is expected to create new business opportunities for the Group.

During the year, the Group entered into the Lease Agreement in respect of a warehouse located at Cainiao Smart Gateway at Hong Kong International Airport. The Board considers that the entering into the Lease Agreement will strengthen and support the Group's capability in providing air cargo terminal-related services, as the Premises will enhance the Group's warehousing capacity and is consistent with the Group's overall business development. In particular, the Group specialises in air cargo ground handling services, securing warehouse premises adjacent to Hong Kong International Airport is expected to improve the Group's operational efficiency, facilitate smoother coordination with air cargo operations, and better support the Group's long-term business needs.

The Group will continue to identify and capture growth opportunities within its existing customer base by strengthening relationships with major customers and business partners, and maintaining its commitment to delivering reliable and value-added logistics services. We will also continue to implement stringent cost control measures and optimise our manpower, transportation and warehousing arrangements to enhance overall operational efficiency.

In addition, the Group will actively explore business opportunities in the PRC market, particularly in the Greater Bay Area region, in areas relating to cross-border logistics, e-commerce fulfilment, warehousing, transportation and value-added logistics services. Leveraging Hong Kong's strategic position as an international air cargo hub and its close connectivity with the Greater Bay Area, the Group will seek to broaden its service coverage and customer base where commercially viable opportunities arise.

The Group will remain prudent and disciplined when evaluating new business opportunities, taking into account market demand, expected return, operational capability and associated risks. By leveraging technology, enhancing operational efficiency and focusing on sustainable development, we aim to strengthen the Group's competitiveness, achieve long-term growth and create value for our stakeholders.

FINANCIAL REVIEW

Our Group's revenue was principally generated from (i) air cargo terminal operation services; (ii) transportation services; and (iii) warehousing and value-added services. We provide our services to (i) express carriers; (ii) air cargo terminal operators; (iii) freight forwarders; and (iv) direct customers comprising corporate and individual customers. Our revenue represents the amounts received and receivables for services provided in the normal course of our business.

The table below sets forth the breakdown of our revenue by services segments for the years indicated:

	For the year ended 31 March			
	2026		2025	
	HK$'000	***(%)***	*HK$'000*	*(%)*
Air cargo terminal operation services				
— Ground handling	**94,657**	**28.9**	95,548	27.5
— Ancillary delivery	**36,997**	**11.3**	30,718	8.8
	131,654	**40.2**	126,266	36.3
Transportation services	**131,505**	**40.1**	96,554	27.7
Warehousing and value-added services	**64,524**	**19.7**	125,195	36.0
Total	**327,683**	**100.0**	348,015	100.0

Our overall revenue experienced a decline of approximately HK$20.3 million or 5.8% from approximately HK$348.0 million for the year ended 31 March 2025 to approximately HK$327.7 million for the year ended 31 March 2026.

Such decrease was primarily attributed to the diminished sales from one of the Group's top five customers, which decreased its revenue contribution by approximately HK$23.6 million or 25.9% from approximately HK$91.2 million in last year to approximately HK$67.6 million in this year. Notwithstanding the decrease in sales from one of the Group's top five customers, revenue generated from the provision of air cargo terminal operation services, and transportation services, witnessed an increase of approximately HK$5.4 million and HK$35.0 million or 4.3% and 36.2% during the year. This growth has mitigated the decline in sales generated from warehousing and value-added services.

Other income

Other income increased by approximately HK$1.2 million or 37.1% to approximately HK$4.4 million for the year ended 31 March 2026 as compared to that of approximately HK$3.2 million for the year ended 31 March 2025. Other income for this year mainly represented the government subsidies received upon disposal of qualified commercial motor vehicles, which amounted to approximately HK$2.5 million and income from insurance claims amounted to approximately HK$1.1 million.

Other gains and losses

Other gains and losses mainly comprised the loss on disposal of property, plant and equipment and loss (gain) on change in fair value of financial assets at FVTPL. Our Group recorded a net loss in other gains and losses of approximately HK$1.8 million for the year ended 31 March 2026 in contrast to a net gain of approximately HK$0.5 million for the year ended 31 March 2025. The change from net gain to net loss was primarily attributable to (i) a loss of approximately HK$0.6 million recognised from the change in value of a life insurance contract purchased during the year from an authorised insurer in Hong Kong to insure an executive Director of the Company; and (ii) a loss of approximately HK$1.3 million on the disposal of motor vehicles during the year. In contrast, the other gains recorded in the prior year was mainly contributed by the net foreign exchange gains and changes in the fair value of financial assets at FVTPL.

Employee benefits expenses

Employee benefits expenses consisted primarily of wages and salaries, retirement benefits scheme contributions and other allowances and benefits. The employee benefits expenses decreased by approximately HK$1.1 million or 2.3% from approximately HK$47.9 million for the year ended 31 March 2025 to approximately HK$46.9 million for the year ended 31 March 2026. Such reduction in employee benefits expenses aligns with the Group's strategic objective of enhancing its cost control measures.

Dispatch labour costs

The dispatch labour costs represented the amount paid to our dispatched work agencies for the provision of our air cargo ground handling and warehousing services. It decreased by approximately HK$19.7 million or 15.8% to approximately HK$105.1 million for the year ended 31 March 2026 as compared to that of approximately HK$124.8 million for the year ended 31 March 2025. As part of our continuous business assessment, the Group will continue to monitor the manpower requirements in response to the changing market dynamics. This proactive approach enables us to align the workforce with evolving demands, ensuring optimal resources allocation and operational effectiveness.

Transportation costs

Transportation costs slightly decreased by approximately HK$0.1 million or 0.1% to approximately HK$133.9 million for the year ended 31 March 2026 as compared to that of approximately HK$134.0 million for the year ended 31 March 2025. Such slight decrease was primarily attributable to the tight control on the service fees paid to external transportation service providers.

Warehousing operating costs

Warehousing operating costs decreased by approximately HK$6.0 million or 21.4% to approximately HK$22.1 million for the year ended 31 March 2026 as compared to that of approximately HK$28.1 million for the year ended 31 March 2025. Such decrease was primarily driven by the lower business volume in the warehousing and value-added services segment, as well as our ongoing enhancement in operational efficiency and the effective implementation of cost control measures over the year.

Depreciation of property, plant and equipment

For the year ended 31 March 2026, the depreciation of property, plant and equipment amounted to approximately HK$5.3 million, decreased by approximately HK$0.8 million or 13.3% as compared to that of approximately HK$6.1 million for the year ended 31 March 2025. Such decrease was mainly due to the decrease in the depreciation expenses of motor vehicles after the disposal of certain motor vehicles during the year.

Depreciation of right-of-use assets

The depreciation of right-of-use assets represented the depreciation of right-of-use of motor vehicles, office premises, warehouses and machineries. During the year, the depreciation of right-of-use assets increased by approximately 26.6% or HK$1.9 million to approximately HK$9.1 million as compared to that of approximately HK$7.2 million for last year. Such increase was primarily due to the new lease agreement of a warehouse entered during the year.

Other expenses

Other expenses mainly included utilities expenses, insurance premiums, legal and other professional fees and other miscellaneous operating expenses. It increased by approximately HK$0.8 million or 14.1% to approximately HK$6.3 million for the year ended 31 March 2026 as compared to that of approximately HK$5.5 million for the year ended 31 March 2025, which was mainly due to the increase in the insurance premiums and other miscellaneous operating expenses.

Finance costs

Our finance costs increased by approximately HK$90,000 or 4.4% to approximately HK$2.2 million for the year ended 31 March 2026 as compared to that of approximately HK$2.1 million for the year ended 31 March 2025. The Group will continue to monitor its finance costs and manage its funding requirements prudently.

Income tax expense/credit

The Group recorded an income tax expense of approximately HK$0.5 million for the year ended 31 March 2026, as compared to an income tax credit of approximately HK$0.6 million for the year ended 31 March 2025, the change was mainly due to the increase in deferred tax liabilities recognised during the year.

Loss for the year

For the year ended 31 March 2026, our Group recorded a loss of approximately HK$1.1 million (2025: approximately HK$3.5 million). Such decrease in loss was mainly due to the combined effect of (i) the increase in revenue generated from the provision of air cargo terminal operation services and transportation services; and (ii) the effectiveness of the Group's comprehensive budget management and cost control measures implemented during the year.

Trade receivables and trade payables turnover cycle

The turnover days for trade receivables for the year ended 31 March 2026 were approximately 46 days (2025: approximately 40 days). Such increase was mainly due to the increase in trade receivables with longer outstanding during the year.

The turnover days for trade payables for both years were approximately 36 days.

Bank and other borrowings

As at 31 March 2026, the Group's bank and other borrowings balance amounted to approximately HK$17.7 million (2025: approximately HK$14.2 million) with variable and fixed interest rates and denominated in HK$. The effective interest rate of the Group was approximately 4.0% for the year ended 31 March 2026 (2025: approximately 5.4%).

The Group's gearing ratio is calculated by dividing total bank and other borrowings and lease liabilities by total equity. As at 31 March 2026, the Group's gearing ratio was approximately 211.3% (2025: approximately 86.9%). Such increase was primarily attributable to the increase in lease liabilities for the newly entering of lease agreement in respect of a warehouse located at Cainiao Smart Gateway during the year.

Pledged bank deposits

Pledged bank deposits represented deposits pledged to banks to secure banking facilities granted to the Group. The pledged bank deposits will be released upon the settlement of relevant bank borrowings. Deposits amounting to approximately HK$5.0 million and HK$5.0 million as at 31 March 2026 and 2025, respectively, have been pledged to secure short-term bank loans and undrawn facilities.

EMPLOYEES AND REMUNERATION POLICIES

As at 31 March 2026, the Group employed 175 (as at 31 March 2025: 189) full time employees. Staff cost (excluding Directors' emoluments) amounted to approximately HK$45.0 million for the year ended 31 March 2026 (2025: approximately HK$46.2 million) and the Directors' emoluments was approximately HK$1.9 million (2025: approximately HK$1.8 million) included in the employee benefits expenses. We determine the employee's remuneration based on factors such as their performance, qualification, position, duty, contributions, years of experience and local market conditions. The Group has also provided various training programmes to educate and remind the employees of the importance of and correct practices for health and safety in the workplace.

LIQUIDITY AND FINANCIAL RESOURCES

The current ratio of the Group as at 31 March 2026 was approximately 1.0 times, which remained relatively stable as compared to that as at 31 March 2025. As at 31 March 2026, the Group had total cash and cash equivalents of approximately HK$17.3 million (as at 31 March 2025: approximately HK$9.1 million). The Group adopts conservative treasury policies in cash and financial management. Cash is generally placed in deposits mostly denominated in RMB and HK$. The Group's liquidity and financing requirements are reviewed regularly. Up to the date of this announcement, with available bank balances, cash, bank credit facilities and other alternative financing and bank and other borrowings, the Group has sufficient liquidity to satisfy its funding requirements.

COMMITMENT

As at 31 March 2026, the Group had not incurred any capital commitment (as at 31 March 2025: Nil).

CAPITAL STRUCTURE

The capital structure of the Company consists of equity attributable to owners of the Company which comprises of issued share capital and reserves.

The Directors will review the Group's capital structure regularly. As part of such review, the Directors will consider the cost of capital and the risks associated with each class of capital. The Group will adjust its overall capital structure through the payment of dividends, issuance of new Shares as well as the repayment of borrowings.

SEGMENTAL INFORMATION

Segmental information is presented for the Group as disclosed in note 5 to the consolidated financial statements.

CONTINGENT LIABILITIES

As at 31 March 2026 and 31 March 2025, the Group did not have any contingent liabilities.

SIGNIFICANT INVESTMENT HELD, MATERIAL ACQUISITIONS AND DISPOSAL

The Group did not hold any significant investment nor did the Group carry out any material acquisition and disposal of subsidiaries, associates and joint ventures during the year ended 31 March 2026. As at the date of this announcement, the Group did not have any other future plans for material investments or acquisition of capital assets.

DIVIDEND

No final dividend for the year ended 31 March 2026 was proposed by the Board (2025: Nil).

EXPOSURE TO EXCHANGE RATE FLUCTUATION

As the Group's revenue generating operations are mainly transacted in HK$ and RMB, the Directors consider the impact of foreign exchange exposure to the Group is minimal. The management will consider hedging significant currency exposure should the need arise.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

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

SUFFICIENCY OF PUBLIC FLOAT

As at the date of this announcement, based on the information that is publicly available to the Company and within the knowledge of the Directors, the Directors confirm that the Company has maintained the prescribed minimum amount of public float as required under the GEM Listing Rules.

COMPETING INTEREST

During the year, the Directors were not aware of any business or interest of the Directors, the controlling Shareholders, and their respective close associates (as defined under the GEM Listing Rules) that compete or may compete with the business of the Group and any other conflict of interest which any such person has or may have with the Group.

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Directors consider that incorporating the core elements of good corporate governance in the management structure and internal control procedures of the Group would help to balance the interests of the Shareholders, customers and employees of the Company. The Board has adopted the principles and the code provisions of the Corporate Governance Code (the "CG Code") contained in Appendix C1 to the GEM Listing Rules to ensure that the Group's business activities and decision making processes are regulated in a proper and prudent manner in accordance with the requirements of the GEM Listing Rules. The Board has established an audit committee (the "Audit Committee"), a nomination committee (the "Nomination Committee") and a remuneration committee (the "Remuneration Committee") with specific written terms of reference. During the year ended 31 March 2026 and up to the date of this announcement, the Company has complied with all the code provisions as set out in Part 2 of the CG Code.

The Board believes that the balance of power and authority is adequately ensured by the operations of the Board which comprises experienced and high-caliber individuals, with three of them being independent non-executive Directors.

SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted a code of conduct regarding securities transactions by the Directors on terms no less exacting than the required standard of dealings as set out in rules 5.46 to 5.68 of the GEM Listing Rules (the "Model Code").

The Company, having made specific enquiry of all the Directors, is not aware of any non-compliance with the required standard of dealings and its code of conduct regarding securities transactions by the Directors during the year.

Pursuant to rule 5.66 of the GEM Listing Rules, the Directors have also requested any employee of the Company or director or employee of a subsidiary of the Company who, because of his/her office or employment in the Company or a subsidiary, is likely to possess inside information in relation to the securities of the Company, not to deal in the securities of the Company when he/she would be prohibited from dealing by the Model Code as if he/she was a Director.

EVENT AFTER THE REPORTING PERIOD

Except for those disclosed in note 16 to the consolidated financial statements included in this announcement, the Board is not aware of any significant event requiring disclosure that has been taken place after 31 March 2026 and up to the date of this announcement.

AUDIT COMMITTEE

The audit committee of the Board (the "Audit Committee") was established on 23 March 2020 with written terms of reference in compliance with Rule 5.28 of the GEM Listing Rules and code provisions D.3.3 of the CG Code. The primary duties of the Audit Committee are to review and supervise the financial reporting process and internal control system, nominate and monitor external auditors and to provide advice and comments to the Board on matters relating to corporate governance. The full terms of reference setting out details of duties of the Audit Committee is available on both the websites of the Stock Exchange and the Company. The Audit Committee currently comprises of three independent non-executive Directors, namely, Mr. Fu Lui, Mr. Chan Chi Ho and Mr. Lin Peigan. Mr. Fu Lui is the chairman of the Audit Committee.

During the year, the Audit Committee is satisfied with their review of the auditors' remuneration, the independence of the auditors, Wilson & Partners CPA Limited ("WPCPA") and has recommended the Board to re-appoint WPCPA as the Company's auditors for the financial year ending 31 March 2027, which is subject to the approval of Shareholders at the forthcoming annual general meeting of the Company (the "2026 AGM"). The Audit Committee has reviewed the consolidated financial statements of the Group for the year ended 31 March 2026 and this annual results announcement.

SCOPE OF WORK OF WILSON & PARTNERS CPA LIMITED

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 31 March 2026 as set out in the preliminary announcement have been agreed by the Group's auditor, WPCPA, to the amounts set out in the audited consolidated financial statements of the Group for the year as approved by the Board on 29 June 2026. The work performed by WPCPA in this respect did not constitute an assurance engagement and consequently no opinion or assurance conclusion has been expressed by WPCPA on this preliminary announcement.

CLOSURE OF REGISTER OF MEMBERS FOR THE ANNUAL GENERAL MEETING

The 2026 AGM will be held on Tuesday, 25 August 2026. In order to ascertain the entitlement of shareholders of the Company to attend and vote at the 2026 AGM, the register of members of the Company will be closed from Thursday, 20 August 2026 to Tuesday, 25 August 2026, both days inclusive, during which period no transfer of Shares will be registered. In order to be eligible to attend and vote at the 2026 AGM, all transfer documents accompanied by the relevant share certificates must be lodged with the Company's branch share registrar in Hong Kong, Union Registrars Limited, at Suites 3301–04, 33/F., Two Chinachem Exchange Square, 338 King's Road, North Point, Hong Kong, for registration not later than 4:00 p.m. on Wednesday, 19 August 2026.

PUBLICATION OF 2026 ANNUAL REPORT

The annual report of the Group for the year ended 31 March 2026 will be despatched to the Shareholders who requested printed copies and will be available on the respective websites of the Stock Exchange and the Company in due course.

By Order of the Board
Asia-express Logistics Holdings Limited
Chan Le Bon
Executive Director

Hong Kong, 29 June 2026

As at the date of this announcement, the executive Directors are Mr. Chan Le Bon, Mr. Chan Yu, Mr. Liao Changlin and Ms. Fu Ning; and the independent non-executive Directors are Mr. Fu Lui, Mr. Chan Chi Ho and Mr. Lin Peigan.

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 beliefs 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 website of The Stock Exchange at www.hkexnews.hk on the "Latest Listed Company Information" page for at least 7 days from the date of its posting. This announcement will also be published on the Company's website at www.asia-expresslogs.com.