

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



**ESPRIT HOLDINGS LIMITED**

*(Incorporated in Bermuda with limited liability)*

**Stock Code: 00330**

## **INSIDE INFORMATION PROFIT WARNING — REDUCTION OF LOSS**

This announcement is made by Esprit Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors of the Company (the “**Board**”) wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that based on the preliminary review of the unaudited consolidated management accounts of the Group for the year ended 31 December 2025 (the “**Year**”) and information currently available to the Board, the Group is expected to record an unaudited net loss attributable to the Shareholders of approximately HK\$7 million for the Year, as compared to the net loss attributable to the Shareholders of approximately HK\$1,227 million for the year ended 31 December 2024 (the “**Comparison Year**”). Such reduction of loss is primarily attributable to a substantial decrease in operating expenses from continuing operations and to a one-off gain on deconsolidation resulting from the Group’s restructuring initiative.

Following the Group’s top to bottom restructuring initiated in 2024, the Year represents a critical inflection point in its strategic shift towards an asset-light, licensing-centric business model. Given that the Year is the first year of ramping up its licensing business, the Group’s revenue for the Year remained modest at approximately HK\$20 million, as compared to approximately HK\$42 million in the Comparison Year. This decrease is primarily due to the cessation of licensing income from European trademarks, following their transfer to fasbra SE, a wholly owned subsidiary of Deichmann SE. This transfer was executed as part of the settlement

agreement arising from the Court approved self-administration proceedings of the Company's former German subsidiaries. By retaining the trademarks for all regions outside of Europe (except for footwear in the United States), the Group has preserved a strong foundation for the future development and expansion of its licensing business.

In respect of continuing operations, the Group recorded a net loss of approximately HK\$29 million for the Year, compared to a net loss of approximately HK\$287 million in the Comparison Year. The reduction was mainly attributable to a substantial decrease in operating expenses from continuing operations. In the Year, the operating expenses fell to approximately HK\$45 million, representing an approximately 86% decrease from the approximately HK\$311 million recorded in the Comparison Year, after excluding one-off items recorded in the Comparison Year. These one-off items comprised (i) impairments on trademarks, right-of-use assets, and property, plant and equipment totalling approximately HK\$119 million, and (ii) impairment of loan to a joint venture and impairment of trade debtors totalling approximately HK\$28 million. The reduction in operating expenses is partially attributable to the cessation of the European trademark licensing business and the corresponding elimination of its associated cost base. Even after accounting for the cessation of the European trademarks licensing business and excluding the impact of the above-mentioned one-off items, the Group's underlying operating expenses efficiency improved markedly. This demonstrates substantial progress was achieved during the Year in strengthening the cost structure and enhancing working capital efficiency.

In respect of discontinued operations, the Group recorded a net profit of approximately HK\$22 million for the Year resulting from a one-off gain on deconsolidation, compared to a net loss of approximately HK\$940 million in the Comparison Year, thereby further contributing to the reduction in net loss attributable to Shareholders for the Year.

As at the date of this announcement, the Company is in the process of finalising the consolidated results of the Group for the Year. The information contained in this announcement is only based on a preliminary assessment of the unaudited consolidated management accounts of the Group for the Year and information currently available to the Board and is not based on any figures or information which has been audited or reviewed by the independent auditors of the Company nor approved by the Audit Committee of the Company. Therefore, the actual results of the Group may be subject to further amendments and adjustments where necessary. The Board wishes to emphasize that the annual results of the Group for the Year may be affected by a number of other factors, including but not limited to impairment that may or may not arise. The Company will make further announcement(s) in this regard if and when necessary. Shareholders and potential investors are advised to carefully read the announcement of the Company in relation to the annual results of the Group for the Year, which will be published in late March 2026 in accordance with requirements under the Listing Rules.

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

By order of the Board  
**Esprit Holdings Limited**  
**MAN Wai Chuen**  
*Company Secretary*

Hong Kong, 24 February 2026

Dates stated in this announcement refer to Hong Kong time unless otherwise specified.

*As at the date of this announcement, the Board comprises the following directors:*

*Executive Directors:*

Mr. WRIGHT Bradley Stephen  
Ms. LI Hui  
Ms. LIU Jianyi

*Independent Non-executive Directors:*

Ms. LIU Hang-so  
Ms. LIU Tsui Fong  
Mr. LO Kin Ching Joseph  
Mr. YU Chung Leung