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**Fullshare Holdings Limited**

**豐盛控股有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 00607)**

## **SUPPLEMENTAL ANNOUNCEMENT IN RELATION TO THE PROPOSED APPOINTMENT OF AUDITOR**

Reference is made to the circular issued by Fullshare Holdings Limited (the “**Company**”) dated 21 January 2026 (the “**Circular**”) in relation to the proposed appointment of auditor and notice of extraordinary general meeting. Unless otherwise defined, capitalized terms used in this announcement shall have the same meanings as those defined in the Circular.

The Boards wishes to provide the Shareholders and potential investors of the Company with additional information regarding the proposed appointment of Prism as the auditor of the Company.

### **KEY CONSIDERATION OF THE AUDIT COMMITTEE**

On 23 December 2025, the Board, with the recommendation of the Audit Committee, has resolved to propose the appointment of Prism as the auditor of the Company. On 10 February 2026, the resolution of appointing Prism as the auditor of the Company was duly passed as an ordinary resolution of the Company by the Shareholders at the EGM. In evaluating the appointment of Prism, the Audit Committee has considered the guidelines issued by the Accounting and Financial Reporting Council (“**AFRC**”), including section 2 of the Guidelines for Effective Audit Committees – Selection, Appointment and Reappointment of Auditors issued by the Accounting and Financial Reporting Council on December 2021. The Company has considered the scope of services, qualifications, experience, manpower, independence, the fee quoted, timetable, and resources of each professional firm. In particular, the Audit Committee considered the following factors:–

#### **Industry knowledge and competency**

Prism is an independent accounting firm headquartered in Hong Kong. Prism employs a diverse team of more than 150 professionals across its Hong Kong and Mainland China offices and currently provides audit services to more than 70 companies listed on the Stock Exchange. The proposed core engagement team for annual audit of the Company comprises professionals with extensive experience at international audit firms, who bring proven experiences in areas critical to the Company, including fair value measurement of financial instruments, expected credit loss (ECL) modelling and goodwill impairment assessment. Additionally, for different valuations, Prism plans to engage an independent valuation specialist to review and assess the underlying assumptions and methodologies provided by management.

Based on the proposed engagement plan and Prism’s specific industry track record, the Audit Committee is confident that Prism possesses and is committed to developing sufficient knowledge of the Company’s business and operations to act competently as the Company’s auditor. This confidence is reinforced by the following considerations:

- ***Direct relevant industry experience***

Prism has a proven audit track record with listed companies in sectors directly relevant to the Company’s business. This includes significant experience auditing PRC property developers (e.g., Yuzhou Group Holdings Company Limited (1628.hk), Logan Group Company Limited (3380.hk), CIFI Holdings (Group) Co. Ltd. (883.hk)), as well as firms in investment and financial services and in the new energy sector (e.g., OCI International Holdings Limited (329.hk), Comtec Solar Systems Group Limited (712.hk), China Carbon Neutral Development Group Limited (1372.hk)). The engagement-team audit partners bring over 15 years of specialized experience in these areas.

- ***Expert team with unified leadership***

The proposed engagement team demonstrates a unified leadership framework and deep, complementary expertise. The team members’ extensive backgrounds in auditing complex listed entities equip them to quickly grasp and address the financial reporting and regulatory challenges relevant to our operations.

- ***Ongoing access and support***

The Company’s management is committed to provide Prism with full access to all necessary resources throughout the audit to facilitate a deep and continuous understanding.

In conclusion, the Audit Committee believes Prism’s combination of direct peer experience and a structured onboarding plan provides a solid foundation for understanding the Company and ensures they are fully capable of executing their duties effectively as the Company’s appointed auditor.

## **Scope and audit approach**

Prism’s proposed scope focuses on key financial statement areas with high risk, multi-segment, cross-border group – revenue, inventories, property, plant and equipment, impairments, financial instruments, provisions, and related-party disclosures. This aligns with the Group’s complexity, including intercompany transactions, currency effects, and PRC/Hong Kong accounting disclosures, ensuring targeted substantive testing and robust disclosure review.

The presence of a structured engagement team such as Engagement Partner, Co-Engagement Partner, and Engagement Quality Control Reviewer provide appropriate oversight, professional skepticism, and quality control consistent with listed company audits and cross-border considerations. This setup supports consistent application of auditing standards, robust judgment, and clear escalation paths for complex issues.

The proposed approach incorporates cross-border complexities, ensuring appropriate testing across subsidiaries, consolidation and intercompany eliminations, currency translation effects, and compliance with HKFRS Accounting Standards. Data gathering and centralized evidence collection are integrated into the plan to manage multi-region scope. The scope and approach appear aligned with the original March 2026 timeline, leveraging Prism’s governance framework and prior experience to deliver a high-quality and timely audit. The plan supports efficient coordination across segments and jurisdictions, with risk-based work allocations and escalation procedures.

### **Risk assessment process**

Prism maintains internal inspections, ongoing independence monitoring, and continuing professional development (“CPD”) programs, forming a continuous monitoring mechanism for quality control. The AFRC inspection status and the documented governance and risk management processes indicate a structured monitoring framework to ensure ongoing compliance and quality.

### **Governance and leadership**

The engagement team will be led by an Engagement Partner, a Co-Engagement Partner and an Engagement Quality Control Reviewer, forming a unified leadership framework with deep, complementary expertise. The team leaders bring over 15 years of audit and related experience, including initial public offerings, cross-border engagements, and leadership in asset management, manufacturing, real estate, healthcare, and other sectors. They apply a risk-based approach to enable robust planning, clear workstream assignment, and proactive regulatory responses, while maintaining strong collaboration with the Audit Committee.

The engagement is supported by documented evidence and governance artifacts, ensuring traceability from planning through audit completion. The integrated skill set across industry sectors (i.e. manufacturing, trading, retail, tourism, real estate, asset management, infrastructure and healthcare) positions Prism to deliver regulator-aligned, high-quality audits with strong governance and effective collaboration with the Audit Committee.

### **Compliance with relevant ethical requirements**

Prism maintains comprehensive independence policies in line with the Code of Ethics for Professional Accountants issued by the Hong Kong Institute of Certified Public Accountants (the “HKICPA”), including annual independence confirmations and declarations, a restricted entity list, and periodic internal inspections. Prism also provides ongoing CPD for staff to reinforce independence and competence. The combination of independence controls and continuous monitoring supports strong ethical compliance.

Prism is not subject to any active regulatory action. Regarding external inspections, AFRC’s periodic inspections of Prism’s PIE engagements were completed in October 2025. Prism’s audit engagement quality is assessed as satisfactory, and Prism remains qualified to continue serving as the Company’s auditor, subject to ongoing monitoring and compliance. For internal inspections, Prism goes beyond the standard acceptance procedures issued by its Quality Assurance Department by conducting an additional technical review for new client engagements. This review is performed directly by a technical partner. The focus areas of the technical review include opening balance procedures, additional procedures for items with significant risk, and the assessment of any qualified opinions carried forward from the prior year, among other relevant risk and control considerations.

## Engagement performance

- ***Acceptance and continuance of client relationships and specific engagements***

Prism has established a quality assurance department and issued acceptance procedures for onboarding new client engagements and continuing existing client relationships in accordance with applicable independence, risk assessment requirements, and Paragraphs 600.2.1 and 600.2.2 of the Guidelines on Anti-Money Laundering and Counter-Terrorist Financing for Professional Accountants issued by the HKICPA. Before initiating any new engagement or sustaining an ongoing client relationship, the engagement team must evaluate potential threats to independence, objectivity, and confidentiality and implement appropriate safeguards. Engagements are authorized through Prism's standard risk and quality control processes, including client acceptance, engagement acceptance and ongoing monitoring, with consideration given to listed-company experience, regulatory status and the integrity of the client relationship. Any changes in the client's circumstances, scope of services or regulatory environment must prompt a reassessment of independence and risk and may require escalation to the relevant governance bodies for approval. After obtaining approval from the system of quality management (SOQM) partner, the engagement will be accepted.

- ***Structured knowledge transfer and proactive engagement***

Prism has initiated a comprehensive briefing process with the Company's management to understand the Company's specific business model, strategic drivers, and key operational aspects. The Company's structured plan for reviewing key documents supports a robust foundation of knowledge about the Company.

- ***Resources***

The engagement team comprises three partners, one principal, one manager, two seniors, and five associates, all with listed-company experience. All partners and the principal are certified HKICPA members, while the manager and both seniors hold Chinese Institute of Certified Public Accountants ("CICPA") certifications. The associates are either HKICPA or CICPA student members.

The distribution of hours by grade is as follows: Partners 234 hours, Principal 176 hours, Managers 479 hours, Seniors 1,476 hours, and Associates 1,532 hours. The total estimated hours for the audit engagement amount to 3,897 hours.

Based on the above time allocation, the Audit Committee believes that Prism will be actively involved and will allocate sufficient hours to conduct the annual audit of the Company.

## Information and communication

The Audit Committee convened a teleconferencing meeting on 23 December 2025 (“**Teleconference Meeting**”). Following the Teleconference Meeting, the Audit Committee is satisfied that Prism is competent and has the sufficient ability and resources to fulfil the audit and be proposed to be appointed as the new auditor of the Company. The Teleconference Meeting aligned with the Audit Committee’s expectations of a proactive and constructive communication approach, and the Audit Committee is satisfied that Prism and the Audit Committee will maintain ongoing and effective communications during each phase of the audit.

## The monitoring and remediation process

The Audit Committee has considered the public reprimand and pecuniary penalties imposed by the AFRC on Prism (and certain individuals) on 11 September 2025 for procedural and administrative non-compliance in 2023. As disclosed in the section headed “Compliance with relevant ethical requirements”, such inspections were completed in October 2025. The Audit Committee notes that the AFRC did not make any findings regarding deficiencies in audit quality, professional judgement, independence, or substantive audit work. Further, the matters were historical, non-intentional, and administrative in nature. Hence, Prism’s audit engagement quality is assessed as satisfactory, and Prism remains qualified to continue serving as the Company’s auditor, subject to ongoing monitoring and compliance.

## Prism’s arrangement with component auditor

In the discussion between Prism and the component auditors (the “**Discussion**”), it is confirmed that there will be ongoing collaborations between Prism and the component auditors to ensure a coherent and efficient audit of the Company for the year ended 31 December 2025. The Discussion outlines the roles, information-sharing mechanisms, and processes for identifying, communicating, and resolving Key Audit Matters (“**KAMs**”), as well as the timetable for communications in the event of findings by either party.

- **Key milestones and timeline**

The original proposed key milestones and timeline were as follows:

Start date:	February 11, 2026
Audit period:	February to March 2026
Mid-February:	Kick-off meeting with component auditors to review progress and identify significant issues
Early March:	Mid-stage audit meeting and review of component auditors’ working papers to ensure sufficient audit evidence to support conclusions
Late March 2026:	Closing meeting to finalise audit conclusions, discuss outstanding issues, and confirm documentation and approvals

However, due to the change of auditors of CHS, the key milestones and timeline have been updated as follows:

Start date: February 11, 2026

Audit period: February to May 2026

Mid-February 2026: Kick-off meeting with component auditors to review progress and identify significant issues

Early April 2026: Mid-stage audit meeting and review of component auditors' working papers to ensure sufficient audit evidence to support conclusions

Mid May 2026: Closing meeting to finalise audit conclusions, discuss outstanding issues, and confirm documentation and approvals

- ***Communication cadence***

A weekly call will be held to monitor progress, address major issues, and confirm evidence collection status. Ad hoc discussions may be scheduled as needed to address urgent matters or new findings.

- ***KAMs and consistency***

Prism and the component auditors will identify KAMs within their respective scopes, discuss audit approaches including additional audit procedures to ensure a consistent audit trail and disclosure. Where KAMs involve estimation uncertainty, internal controls, or significant disclosures, both teams will align on procedures and evidence requirements.

- ***Findings and issue resolution***

If either party identifies a significant issue, the issue will be raised and discussed in the weekly meeting, with follow-up actions assigned as appropriate.

Based on the above assessment, Prism demonstrates strong alignment with the essential audit quality factors, including clear governance and leadership, robust ethical compliance and independence controls, relevant industry knowledge and technical competence, structured engagement planning and performance mechanisms, proactive committee communication and ongoing monitoring and quality assurance. Given the satisfactory AFRC inspection status and Prism's stated capacity to handle new clients, the engagement is recommended for the Company's new auditor, subject to several critical safeguards. These safeguards include the final verification of independence confirmations for all engagement team members prior to appointment, a formal engagement letter detailing scope, timetable, fees, and deliverables, a comprehensive audit plan with risk assessment and timetable to be reviewed by the Audit Committee, and the establishment of ongoing monitoring arrangements to ensure continued adherence to independence and quality standards. Implementing these conditions will help ensure a rigorous, transparent, and well-governed transition that supports high-quality audit outcomes.

By Order of the Board  
**Fullshare Holdings Limited**  
**JI CHANGQUN**  
*Chairman*

Hong Kong, 17 April 2026

*As at the date of this announcement, the executive Directors are Mr. Ji Changqun (Chairman), Ms. Du Wei, Mr. Shen Chen and Mr. Ge Jinzhu; and the independent non-executive Directors are Mr. Lau Chi Keung, Mr. Tsang Sai Chung and Mr. Huang Shun.*