

【For immediate release】

GOLIK
GOLIK HOLDINGS LIMITED
高力集團有限公司
(Incorporated in Bermuda with limited liability)
(Stock Code: 1118)

Golik Holdings Announces Annual Results 2024
Profit Attributable to Shareholders Amounted to HK\$158,098,000
Proposed Final Dividend of HK4.0 cents per share

(Hong Kong, 26 March 2025) — **Golik Holdings Limited** (Stock code: 1118) and its subsidiaries (“Golik Group”/“the Group”) announces its annual results for the year ended 31 December 2024. For the year, the Group’s revenue was approximately HK\$3,445,784,000 (2023: HK\$4,145,653,000), representing a decrease of 17% compared to last year. The decrease in revenue was mainly due to the decrease of delivery volumes of building construction materials in Hong Kong compared to last year. Profit attributable to shareholders amounted to approximately HK\$158,098,000 (2023: HK\$138,921,000), representing an increase of 14% compared to last year. Basic earnings per share was HK27.53 cents (2023: HK24.19 cents).

The Board of Directors has recommended a final dividend of HK4.0 cents per share (2023: HK3.5 cents per share). Together with the interim dividend of HK2.5 cents per share already paid, total dividends for the year will amount to HK6.5 cents per share.

Mr. Pang Tak Chung MH, Chairman of the Group, said, “During the year, amid a challenging macroeconomic environment, both of the Group's core businesses faced varying degrees of operational pressure, particularly the building construction materials business in Hong Kong. In a complex and ever-changing landscape with intensifying market competition, the Group continued to adopt a business strategy of seeking progress while maintaining stability, and implementing lean operations to achieve maximum efficiency, thereby providing customers with premium products and high-quality services. Through the tireless efforts of the management team and all employees, the annual performance still recorded growth compared to last year.”

Metal products line of business comprises mainly of steel wires and steel wire rope products manufactured in Tianjin, Heshan and Jiangmen in Mainland China. Revenue for the year was approximately HK\$1,090,361,000 (2023: HK\$1,172,339,000), a decrease of 7% compared to last year. Profit before interest and taxation was approximately HK\$121,055,000 (2023: HK\$83,666,000), representing an increase of 45% compared to last year.

The Mainland manufacturing industry is generally facing a decline in demand and overcapacity, leading to cut-throat competition in the market. The Group's elevator wire rope business in Mainland China is also subject to this fierce competition. With the real estate market in a prolonged downturn, the production of major elevator manufacturers has generally dropped by approximately 25% compared to last year, which has had a significant impact on the Group's elevator wire rope production and selling prices. During the year, the management actively explored the maintenance and export markets and ramped up promotion of high-performance elevator wire ropes, yielding good results and effectively offsetting the downward pressure on volume and pricing of new elevators in the elevator market. In particular, exports to Southeast Asian markets showed encouraging results. With economic recovery gaining traction in Southeast Asian countries such as Indonesia and Vietnam in recent years, there is room for developing the Group's high-performance steel wire product exports to Southeast Asia.

During the year, the steel wire rope company in Tianjin was awarded the Supplier Excellence Recognition by **Caterpillar**, the world's largest manufacturer of construction machinery equipment – a testament to the Group's high-performance steel wire rope products and services earning customer recognition. The Group believes that the Group's way forward is to remain its steadfast commitment to premium products and high-quality professional services. The performance of steel wire rope products during the year was satisfactory.

Building construction materials line of business comprises mainly of ready mixed concrete, precast concrete products and distribution and processing of construction steel products in Hong Kong. Revenue for the year was approximately HK\$2,354,428,000 (2023: HK\$2,976,735,000), a decrease of 21% compared to last year. Profit before interest and taxation was approximately HK\$151,721,000 (2023: HK\$165,403,000), representing a decrease of 8% compared to last year.

The construction industry in Hong Kong began to slow down within the year. The property market remained weak, with a significant decrease in new development projects by private developers, while the progress of some government public work projects also slowed down. The decrease in construction activity has led to increased market competition, and even the closure of some long-established construction companies. The Group's building construction materials business has also been affected to a certain extent.

In order to strengthen risk management, the Group has made strategic adjustments to its building construction materials business, focusing on enhancing value-added processing services and avoiding simple price competition; emphasising on operational efficiency rather than sheer scale. Although the volume of building construction materials delivered decreased during the year, the gross profit margin improved, yielding relatively satisfactory results.

During the year, the Group invested in the establishment of **Assure Medical Imaging (AMI)**, a medical testing centre that provides comprehensive imaging laboratory services. It has been successfully put into service before the end of year as planned. Our experienced medical staff and advanced imaging equipment, including positron emission tomography-computed tomography (PET-CT), magnetic resonance imaging (MRI), computed tomography (CT) scanning, ultrasound, mammography, bone density scanning and X-ray, provide patients with a one-stop solution to ensure precise and reliable diagnosis. The medical testing centre will begin generating revenue in 2025 and will become one of the Group's operating businesses. The Group is confident that this business will generate positive returns in the long term.

Mr. Pang Tak Chung MH concluded, "Looking ahead to 2025, the Group will still face multiple challenges brought about by uncertainties in the global political and economic landscape. In particular, geopolitical tensions have exacerbated uncertainties, further increasing the unpredictability of the economy and the market."

"The Group is confident that its well-established business portfolio and proactive team can demonstrate their resilience effectively in this challenging environment. The Group will uphold its prudent management and pragmatic yet proactive approach. Guided by the leadership of our professional management team and the dedication of all employees, the Group will spare no effort in achieving its long-term development goals and strive to maximise shareholders returns."

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About Golik Holdings Limited (Stock Code: 1118)

Golik Holdings Limited is principally engaged in manufacturing and sales of steel, metal products and building construction materials. The Group's core businesses include steel wires and steel wire rope products and ready mixed concrete, distribution and processing of construction steel products and other building construction materials in Hong Kong. Headquartered in Hong Kong, Golik Group also operates in Mainland China with factories located in Tianjin, Heshan, Jiangmen and Huizhou.