Lever Style Corporation
利華控股集團
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 1346)

FURTHER ANNOUNCEMENT
PROFIT FORECAST IN RELATION TO ACQUISITION OF ASSETS

Reference is made to the announcement of Lever Style Corporation (the "**Company**") dated 17 December 2025 (the "**Announcement**") with respect to the entering into of the Asset Purchase Agreement. Unless otherwise defined in this announcement, capitalized terms used herein shall have the same meanings as those defined in the Announcement.

REASONS FOR ENTERING INTO THE ASSET PURCHASE AGREEMENT

This transaction strengthens the Company's position in premium activewear, a segment that is fast emerging as a high-growth alternative-luxury category favoured by Gen Z consumers. The Company plans to add value by cross-selling additional product categories to the customers of Active Apparel Group Pty Ltd and Active Apparel Group (America) LLC (the "**Vendors**") and by enhancing operating leverage. The Vendors are leaders in this segment, with product sophistication and a customer tier that align closely with the Company's premium positioning. This transaction will also expand the Company's existing outdoor/active business.

COMPLIANCE WITH THE LISTING RULES

As disclosed in the Announcement, (i) the basis of the consideration was determined on arm's length basis between the Company and Vendors and (ii) GW Financial Advisory Services Limited (the "**Valuer**"), estimated the possible value(s) of the Sale Assets as at 20 November 2025, being between the range of approximately US$12.4 million and US$14.8 million. The Valuer has adopted the market approach to estimate the possible value(s) of the Sale Assets.

As the valuation of the total Earn Out Amounts performed by the Company includes statements which explicitly or implicitly quantify the anticipated level of future profits or losses arising from the Sale Assets for the 24 months after Closing Date, the valuation of the total Earn Out Amounts constitutes a profit forecast under Rule 14.61 of the Listing Rules. This announcement is made in compliance with Rule 14.60A of the Listing Rules.

SUMMARY OF THE VALUATION REPORT

Pursuant to the report (the "**Valuation Report**") dated 25 November 2025 prepared by the Valuer on the possible value(s) of the Sale Assets as at 20 November 2025 (the "**Valuation Date**"), the Valuer has performed a market approach analysis to estimate the range of possible values of the Sale Assets. The Valuation Report was prepared in accordance with International Valuation Standards issued by the International Valuation Standards Council.

The Valuer adopted price to earnings ("**P/E**") multiple in its analysis. P/E ratio is defined as the ratio of a firm's stock price to its earnings per share, or equivalently, the ratio of a firm's market value of equity to its total earnings. It shows the price the investor pays per unit of the current earnings (or future earnings, as the case may be).

The Valuer discussed and agreed with management of the Purchaser (the "**Management**") to use the FY2026 NPAT in the Market Approach analysis, as the transaction price was based on future earnings and Management considered that the FY2026 NPAT was reasonably estimated based on the Vendors' actual sales in FY2025 and the Purchaser's current cost structures for running such business. The Valuer selected the comparable companies that are in the sportswear industry with an asset-light business model (without manufacturing or with only a small portion of manufacturing) as at 20 November 2025 (the shares of which are listed on the New York Stock Exchange ("**NYSE**"), NASDAQ, The Stock Exchange of Hong Kong Limited ("**HKEx**") or the Frankfurt Stock Exchange). After analysis of the comparable companies, a total of 7 comparable companies were referenced with P/E multiples of 8.08 to 14.88. The P/E multiples of 10.88 and 13.01 are adopted in the valuation analysis. Set out below is a list of the selected comparable companies:

No.	**Name of Company**	**Forward 1 year P/E as at 20 November 2025**
1	Company A	13.01
2	Company B	12.40
3	Company C	14.23
4	Company D	14.24
5	Company E	8.08
6	Company F	9.37
7	Company G	14.88
	1st Quartile:	**10.88**
	Median:	**13.01**

Company A is a technical athletic apparel, footwear, and accessories company. The Company organizes its operations into four regional markets: the Americas, China Mainland, Asia Pacific (APAC), and Europe and the Middle East (EMEA). The shares of Company A are traded on NASDAQ.

Company B designs, markets, and distributes footwear, apparel, and accessories developed for both everyday casual lifestyle use and high-performance activities. The shares of Company B are traded on NYSE.

Company C is a company principally engaged in the research and development, design, manufacturing and sales of sporting goods. The shares of Company C are traded on HKEx.

Company D is a company principally engaged in the production and sale of sporting goods. The Company's main businesses are brand marketing, production, design, procurement, supply chain management, wholesale and retail of branded sporting goods, including footwear, apparel and accessories. The shares of Company D are traded on HKEx.

Company E is an investment holding company principally engaged in the provision of branded footwear, accessories and related accessories. The shares of Company E are traded on HKEx.

Company F is a company mainly engaged in the design, development, manufacturing, sales, marketing and brand management of sports products. The shares of Company F are traded on HKEx.

Company G is a Germany-based company that designs, develops, produces, and markets a range of athletic and sports lifestyle products. The Company's segments include Europe, North America, Asia-Pacific, Russia/CIS, Latin America; Emerging Markets, Adidas Golf, Runtastic, and other centrally managed businesses. The shares of Company G are traded on the Frankfurt Stock Exchange.

As the Market Approach analysis was based on the FY2026 forecast NPAT, the Valuer adopted the following:

- Forecast NPAT of AAG Business for FY2026 as advised by Management

- the forward 1 year P/E ratio of the comparable companies as at 20 November 2025

- Discounted for Lack of Marketability ("**DLOM**")

- Control Premium ("**CP**")

Market Approach Assumptions – Discount for Lack of Marketability ("DLOM")

Set out below are the assumptions made by the Valuer:

- Discount for lack of marketability is a reduction in the value of an ownership interest in a business or asset to account for the fact that it cannot be readily sold or liquidated in an efficient market. It reflects the difficulty and potential costs associated with converting an asset into cash.

- According to the report "Control Premiums, Minority Discounts and Marketability Discounts" by Philip Saunders, the DLOM could range from 20% to 55%.

- The DLOM of 50% is adopted in the analysis.

Market Approach Assumptions – Control Premium ("CP")

Set out below are the assumptions made by the Valuer:

- Control premium refers to the amount by which the price paid for a controlling interest in a company exceeds the pro-rata value of its shares based on market prices. It represents the additional value attributed to the ability to control the decisions and operations of the business.

- According to Dr. Aswath Damodaran in his "The Value of Control", the relatively small premium of 5%–10% of voting shares over non-voting shares is observed in US, UK and Canada, more mature markets.

- The CP of 5% is adopted.

VALUATION CONCLUSION

Based on the analysis, the Valuer has estimated the range of possible values of the Sale Assets as at the Valuation Date is between the range of USD12.4 million to USD14.8 million.

In respect of the total Earn Out Amounts, the sales forecast is estimated based on the Vendors' projections for the fiscal year 2026. The assessment of cost of sales, other expenses, and overheads is aligned with the operational dynamics of the Company and adjusted according to the Company's experience and industry trend.

CONFIRMATIONS

Ernst & Young ("**EY**"), being the auditors of the Company, has reviewed and reported to the Directors in respect of the arithmetical accuracy of the calculations of the profit forecast in connection with the valuation of the range of possible values of the Sale Assets prepared by the Valuer used in their Valuation Report, which does not involve the adoption of accounting policies.

As the valuation of the total Earn Out Amounts performed by the Company includes statements which explicitly or implicitly quantify the anticipated level of future profits or losses arising from the Sale Assets for the 24 months after Closing Date, the valuation of the total Earn Out Amounts constitutes a profit forecast under Rule 14.61 of the Listing Rules, such valuation has been made after due and careful enquiry. A report from EY in compliance with Rule 14.60A(2) of the Listing Rules is included in Appendix I to this announcement and a letter from the Board in compliance with Rule 14.60A(3) of the Listing Rules is included in Appendix II to this announcement.

EXPERTS AND CONSENTS

The qualifications of the experts who have given their statements in this announcement are as follows:

Name	Qualification
Ernst & Young	Certified Public Accountants
GW Financial Advisory Services Limited	Independent professional valuer

Each of the Valuer and EY has given and has not withdrawn its respective written consent to the publication of this announcement with inclusion of its independent report/letter in this announcement and the references to its name (including its qualifications) in the form and context of this announcement in which they are included.

To the best knowledge, information and belief of the Board and having made all reasonable enquiries, each of the Valuer and EY is a third party independent of the Company and is not a connected person of the Company. As at the date of this announcement, neither the Valuer nor EY has any shareholding, directly or indirectly, in any member of the Group or any right (whether legally enforceable or not) to subscribe for or to nominate person(s) to subscribe for securities in any member of the Group.

GENERAL

This announcement shall be read in conjunction with the Announcement.

By order of the Board
Lever Style Corporation
Szeto Chi Yan Stanley
Chairman and executive Director

Hong Kong, 9 January 2026

As at the date of this announcement, the Board comprises (i) Mr. SZETO Chi Yan Stanley (Chairman), Mr. LEE Yiu Ming and Mr. TAN William as executive Directors; and (ii) Mr. SEE Tak Wah, Mr. ANDERSEN Dee Allen, Ms. KESEBI Lale and Mr. LIU Gary as independent non-executive Directors.

APPENDIX I – REPORT FROM ERNST & YOUNG

The following is the text of a report received from the Ernst & Young, Certified Public Accountants, Hong Kong, for inclusion in this announcement.

EY 安永

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The Board of Directors
Lever Style Corporation
Room 16, Flat B
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Hong Kong

Dear Sirs,

REPORT FROM REPORTING ACCOUNTANTS ON THE PROFIT FORECAST IN CONNECTION WITH THE VALUATION OF THE CONSIDERATION FOR THE ACQUISITION OF BUSINESS ASSETS OF ACTIVE APPAREL GROUP PTY LTD

To the Directors of Lever Style Corporation (the "Company")

We have been engaged by the Company to report on the arithmetical accuracy of the calculations of the profit forecast (the "**Forecast**") on which the valuation dated 25 November 2025 prepared by GW Financial Advisory Services Limited in respect of the consideration for the acquisition of business assets of Active Apparel Group Pty Ltd (the "**Target Assets**") as at 20 November 2025 (the "**Valuation**") is based. The valuation is set out in the announcement of the Company dated 9 January 2026 (the "**Further Announcement**") in connection with the acquisition of the Target Assets. The valuation based on the Forecast is regarded as a profit forecast under paragraph 14.61 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**").

Directors' responsibilities

The directors of the Company (the "**Directors**") are solely responsible for the preparation of the Forecast in accordance with the bases and assumptions (the "**Assumptions**") determined by the Directors and as set out in the section headed "SUMMARY OF THE VALUATION REPORT" of the Further Announcement. This responsibility includes carrying out appropriate procedures relevant to the preparation of the Forecast for the Valuation and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.

Our independence and quality management

We have complied with the independence and other ethical requirements of the *Code of Ethics for Professional Accountants* issued by the Hong Kong Institute of Certified Public Accountants ("**HKICPA**"), which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.

Our firm applies Hong Kong Standard on Quality Management 1 *Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services Engagements* which requires the firm to design, implement and operate a system of quality management including policies or procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Reporting accountants' responsibilities

Our responsibility is to express an opinion on the arithmetical accuracy of the calculations of the Forecast based on our work. The Forecast does not involve the adoption of accounting policies.

We conducted our engagement in accordance with Hong Kong Standard on Assurance Engagements 3000 (Revised) *Assurance Engagements Other Than Audits or Reviews of Historical Financial Information* issued by the HKICPA. This standard requires that we plan and perform our work to obtain reasonable assurance as to whether, so far as the arithmetical accuracy of the calculations are concerned, the Directors have properly compiled the Forecast, in all material respects, in accordance with the assumptions adopted by the Directors. Our work consisted primarily of checking the arithmetical accuracy of the calculations of the Forecast prepared based on the Assumptions made by the Directors. Our work is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing issued by the HKICPA. Accordingly, we do not express an audit opinion.

We are not reporting on the appropriateness and validity of the Assumptions on which the Forecast are based and thus express no opinion whatsoever thereon. Our work does not constitute any valuation of the consideration for the acquisition of the Target Assets. The Assumptions used in the preparation of the Forecast include hypothetical assumptions about future events and management actions that may or may not occur. Even if the events and actions anticipated do occur, actual results are still likely to be different from the Forecast and the variation may be material. Our work has been undertaken for the purpose of reporting solely to you under paragraph 14.60A(2) of the Listing Rules and for no other purpose. We accept no responsibility to any other person in respect of our work, or arising out of or in connection with our work.

Opinion

Based on the foregoing, in our opinion, so far as the arithmetical accuracy of the calculations of the Forecast is concerned, the Forecast has been properly compiled in all material respects in accordance with the Assumptions adopted by the Directors.

Ernst & Young
Certified Public Accountants
Hong Kong
9 January 2026

APPENDIX II – LETTER FROM THE BOARD

9 January 2026
Listing Division
The Stock Exchange of Hong Kong Limited
12th Floor, Two Exchange Square
8 Connaught Place, Central, Hong Kong

Dear Sirs or Madams,

DISCLOSEABLE TRANSACTION – ACQUISITION OF ASSETS

We refer to the announcement of Lever Style Corporation (the "**Company**") dated 17 December 2025 in relation to the captioned transaction (the "**Announcement**"). Unless the context otherwise requires, terms defined in the announcement shall have the same meanings in this letter when used herein.

We refer to the valuation report dated 25 November 2025 prepared by GW Financial Advisory Services Limited (the "**Valuer**") in relation to the valuation of the range of possible values of the Sale Assets. As the valuation of the total Earn Out Amounts performed by the Company includes statements which explicitly or implicitly quantify the anticipated level of future profits or losses arising from the Sale Assets for the 24 months after Closing Date, the valuation of the total Earn Out Amounts constitutes a profit forecast under Rule 14.61 of the Listing Rules. Such valuations constitute profit forecasts under Rule 14.61 of the Listing Rules and an announcement is made by the Company on the same date as this letter in compliance with Rule 14.60A of the Listing Rules.

The Board has reviewed and prepared the information and documents relating to the basis and assumptions on which the valuations are based and the calculation method used, and reviewed the valuation prepared by the Valuer. The Board has also considered the report from Ernst & Young, the auditors of the Company, as set out in Appendix I to the announcement regarding the arithmetical accuracy of the calculations of the profit forecast.

On the basis of the foregoing, in accordance with the requirements under Rule 14.60A(3) of the Listing Rules, the Board confirms that the profit forecast has been made after due and careful enquiry.

For and on behalf of
Lever Style Corporation
Szeto Chi Yan Stanley
Chairman and executive Director