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有利集團有限公司*
Yau Lee Holdings Limited
(Incorporated in Bermuda with limited liability)
(Stock Code: 406)

SUPPLEMENTAL ANNOUNCEMENT
CONNECTED TRANSACTION IN RELATION TO THE INSURANCE
AGREEMENTS

Reference is made to the announcement of the Yau Lee Holdings Limited (the “**Company**”) dated 2 June 2025 (“**Announcement**”) in relation to the Insurance Agreements. Unless otherwise specified, capitalized terms used in this announcement shall have the same meanings as those defined in the Announcement.

The Company would like to provide further information to the Shareholders and potential investors of the Company in respect of the basis upon which the consideration under each of the Insurance Agreements was determined.

The consideration in form of an annual premium for each of the Insurance Agreements was determined by multiplying the rate of various insurance plans by the number of employees assigned to the respective plan. The terms of the Insurance Agreements were arrived at after arm’s length negotiation and in the same manner as entered with independent third parties.

Prior to agreeing with Asia Insurance on the consideration for providing the insurance services, the Company and REC Engineering Company Limited had estimated the respective costs and conducted researches on the prevailing market rate for providing similar services. At least three quotations, including that from Asia Insurance, were obtained for consideration. The Board finally selected Asia Insurance as service provider with reference to various factors including but not limited to (i) the most favourable fee quotation, (ii) fees from independent third-party service providers, (iii) the scope of policy coverage and (iv) the reputation of the service providers in the market.

Based on the above assessment, the Board is of the view that the transactions are on normal commercial terms, fair and reasonable and in the interests of the Company and shareholders as a whole.

* For identification purpose only

This announcement is supplemental to, and should be read in conjunction with the Announcement. The above additional information does not affect other information and content set out in the Announcement. Save as disclosed herein, the contents of the Announcement remain unchanged and shall continue to be valid for all purposes.

By Order of the Board
Yau Lee Holdings Limited
Wong Ip Kuen
Chairman

Hong Kong, 20 June 2025

As at the date of this announcement, the Board comprises Mr. Wong Ip Kuen (Chairman), Ir. Dr. Wong Tin Cheung, Dr. Wong Rosana Wai Man and Mr. Sun Chun Wai as Executive Directors and Mr. Chan Bernard Charnwut, Mr. Wu King Cheong, Mr. Yeung Tak Bun and Dr. Yeung Tsun Man Eric as Independent Non-Executive Directors.