

Chairman's Statement

I am pleased to present the annual report of Tysan Holdings Limited (the “Company”) together with its subsidiaries (the “Group”) for the year ended 31 December 2024. During the year under review, the Group recorded a profit attributable to equity holders of the Company of HK\$41 million, equivalent to an earning of HK1.21 cents per share of the Company (the “Share”) (31 December 2023: loss attributable to equity holders of the Company of HK\$13 million, equivalent to a loss of HK0.39 cents per Share) while turnover was HK\$2,403 million (31 December 2023: HK\$2,703 million).

Dividend

The board (the “Board”) of directors of the Company (the “Directors”) has resolved to recommend a final dividend payment of HK\$0.025 (year ended 31 December 2023: HK\$0.015) per Share of the Company to shareholders whose names appear on the Company’s register of members on 3 June 2025.

An interim dividend of HK\$0.01 per Share was declared for the six months ended 30 June 2024 (six months ended 30 June 2023: Nil).

Subject to the shareholders’ approval at the forthcoming annual general meeting to be held on 26 May 2025, the proposed final dividend will be paid on 24 June 2025.

Business Review

Foundation Piling

During the year under review, turnover of the Group’s foundation piling segment was about HK\$2,403 million (31 December 2023: HK\$2,703 million). The segment recorded a profit of approximately HK\$53 million (31 December 2023: profit of HK\$25 million).

The Group’s major contracts on hand include various commercial and residential development projects at Kowloon Inland Lot No. 11273, junction of Sai Yee Street and Argyle Street, Mong Kok, rental housing projects at Fanling North Area 15 East Phase 2, Tung Chung Area 42, warehouse development at Kwai Chung Container Terminal 2 and light public housing at Tuen Mun Area 54 and at Sheung On Street/Sheung Ping Street, Chai Wan.

Prospects

The prospects for the construction industry in 2025 are challenging, primarily due to a sluggish economic recovery and unfavorable property market conditions, which have led to a decline in new construction projects. However, despite the recent economic downturn, major government-led projects, such as the development of the Northern Metropolis, are still proceeding, which are expected to create new opportunities for the construction industry in the coming years.

As we remain vigilant in the short term while cautiously optimistic about the future, we are committed to continuous improvement in making our operations more efficient and effective so as to better equip the Company to seize any upcoming opportunities.

Financial Review

Financial position, liquidity and financial resources

As at 31 December 2024, the Group's cash on hand was about HK\$887 million (31 December 2023: HK\$747 million) while total assets and net assets were about HK\$1,915 million (31 December 2023: HK\$1,915 million) and HK\$1,239 million (31 December 2023: HK\$1,283 million), respectively. Total liabilities were about HK\$676 million (31 December 2023: HK\$632 million), out of which financial liabilities were about HK\$433 million (31 December 2023: HK\$420 million) and the remaining were mainly accruals, contract liabilities and current or deferred tax provision.

As at 31 December 2024, the Group had interest-bearing borrowings of about HK\$104 million (31 December 2023: HK\$129 million).

The Group's gearing ratio, calculated on the basis of net debt (including financial liabilities less cash on hand) divided by total equity of the Group, was Nil as at 31 December 2024 as the Group had a net cash position.

Funding and treasury policy

The Group continues to maintain a prudent funding and treasury policy and sustain a sound good capital structure with healthy cash flows. Surplus funds are maintained in the form of deposits with leading banks. Borrowings are denominated in Hong Kong dollar and subject to floating interest rates. Currency exposure is being closely monitored and forward contracts will be considered as required.

Capital expenditure and capital commitments

During the year ended 31 December 2024, the Group invested about HK\$28 million on purchase of machinery and equipment. As at 31 December 2024, the Group had capital commitments in relation to purchase of machinery and equipment of about HK\$2 million. Capital expenditure is principally financed by internal resources.

Pledge of assets

As at 31 December 2024, an office premise of the Group with a carrying amount of about HK\$107 million and a bank deposit of about HK\$5 million were pledged to banks to secure the instalment loans granted to the Group.

Contingent liabilities

Contingent liabilities in relation to corporate guarantees provided by the Group to banks for issue of performance bonds increased from about HK\$332 million as at 31 December 2023 to about HK\$354 million as at 31 December 2024. Save for the above, the Group did not have any other material contingent liabilities.

Chairman's Statement

Remuneration Guidelines and Employment

The Group, including its subsidiaries in Hong Kong, Macau and Mainland China, employed 733 employees as at 31 December 2024. The Group's remuneration guidelines are primarily based on prevailing market salary levels and the performance of the respective business units and individuals concerned. Fringe benefits include provident fund, medical insurance and training. In addition, share options may also be granted in accordance with the terms of the Group's approved share option scheme.

Appreciation

On behalf of the Board, I would also like to express my sincere gratitude to all our staff for their dedication, hard work and contribution during the year and to thank all our shareholders for their support.

On behalf of the Board

Justin WAI
Chairman

Hong Kong
19 March 2025