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神冠
SHENGUAN

SHENGUAN HOLDINGS (GROUP) LIMITED
神冠控股(集團)有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 00829)

PROFIT WARNING

This announcement is made by Shenguan Holdings (Group) Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board (the "**Board**") of directors (the "**Directors**") of the Company wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that, based on the Company's preliminary review of the latest unaudited consolidated management accounts of the Group and the information currently available to the Company, the Group is expected to record a loss attributable to the owners of the parent within the range from approximately RMB65 million to RMB78 million for the year ended 31 December 2025 (the "**Year**"), as compared to a profit attributable to the owners of the parent of approximately RMB26.7 million for the year ended 31 December 2024 (the "**Prior Year**").

The Board is of view that the major factors leading to the less favourable results for the Year were as below:

1. The overall business environment remained challenging, and the Group's sales revenue was generally flat compared to the Prior Year. However, the increase in inventory write-offs and provisions was primarily due to the large-scale product trial production and equipment transformations the Group undertook during the period from 2022 to 2024 to develop new products and install new production lines, and the finished goods inventory of such trial products had not yet been adequately absorbed by the market. Daily operations recorded a loss after taxation of approximately RMB22 million to RMB35 million.

2. The remaining loss after taxation was mainly due to the adjustments in the Group's overall financial planning between the companies in the People's Republic of China (the "**PRC**") and Hong Kong. One of the Hong Kong companies within the Group (the "**HK Subsidiary**") has already repaid all interest-bearing loans to another company in the PRC within the Group. The source of repayment funds for the HK subsidiary came from dividends paid by one of its PRC subsidiaries, resulting in expenses and provisions for the PRC dividend with-holding tax.

The information contained in this announcement is based on the preliminary assessment by the Board on the unaudited consolidated management accounts of the Group for the Year and is not based on any figure or information which has been audited or reviewed by the Company's auditors and the audit committee of the Company and is subject to possible adjustments upon further review. The Company is in the process of finalising the annual results of the Group for the Year. Further information and other details of the Group's financial performance for the Year will be announced in the forthcoming annual results announcement which will be published in late March 2026.

Shareholders and potential investors should exercise caution when dealing in the shares of the Company.

By order of the Board
Shenguan Holdings (Group) Limited
Zhou Yaxian
Chairman

Hong Kong, 16 March 2026

As at the date of this announcement, the executive Directors are Ms. Zhou Yaxian, Mr. Sha Junqi, Mr. Mo Yunxi and Mr. Li Chenglin; the non-executive Director is Dato' Sri Low Jee Keong; and the independent non-executive Directors are Mr. Tsui Yung Kwok, Mr. Meng Qinguo and Mr. Zhou Xiaoxiong.