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宏华集团
HONGHUA GROUP

HONGHUA GROUP LIMITED

(Incorporated in the Cayman Islands with limited liability)
(Stock code: 196)

CHANGE OF AUDITOR

This announcement is made by Honghua Group Limited (the “**Company**”), together with its subsidiaries, the “**Group**”) under Rule 13.51(4) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

RESIGNATION OF AUDITOR

The board (the “**Board**”) of directors (the “**Directors**”) of the Company hereby announces that PricewaterhouseCoopers (“**PwC**”) has resigned as the auditor of the Company with effect from 31 October 2022 as the Company could not reach a consensus with PwC on the audit fee for the financial year ended 31 December 2022.

The Company is incorporated under the laws of the Cayman Islands and to the knowledge of the Board, there is no requirement under the laws of the Cayman Islands for the resigning auditor to confirm whether or not there is any circumstance in connection with their resignation which they consider should be brought to the attention of the Company’s shareholders and creditors. Therefore, PwC has not issued such confirmation.

The Board and the audit committee of the Company (the “**Audit Committee**”) have also confirmed that, save for the audit fee for the financial year ended 31 December 2022, there are no disagreements or unresolved matters between the Company and PwC, and there are no other matters or circumstances in respect of the resignation of PwC which should be brought to the attention of the Company’s shareholders and creditors.

The Board considers that the change of auditor will not have any material impact on the annual audit and the release of the annual results of the Group for the year ended 31 December 2022.

The Board would like to take this opportunity to express its sincere gratitude to PwC for its professional services rendered to the Company during its tenure of office.

APPOINTMENT OF AUDITOR

The Board, with the recommendation from the Audit Committee, has resolved to appoint Deloitte Touche Tohmatsu (“**Deloitte**”) as the auditor of the Company with effect from 1 November 2022, to fill the vacancy following the resignation of PwC and to hold office until the conclusion of the next annual general meeting of the Company.

Pursuant to Article 176 of the articles of association of the Company, the Board has the power to fill the vacancy in the office of auditor and to fix the remuneration of the auditor so appointed. Accordingly, no extraordinary general meeting will be held for such purpose.

The Board welcomes to the appointment of Deloitte as the new auditor of the Company.

By Order of the Board

Jin Liliang

Chairman

PRC, 1 November 2022

As at the date of this announcement, the executive directors of the Company are Mr. Jin Liliang (Chairman) and Mr. Zhu Hua; the non-executive directors of the Company are Mr. Zhang Mi and Mr. Yang Yong; and the independent non-executive directors of the Company are Mr. Chen Guoming, Ms. Su Mei, Mr. Chang Qing, Mr. Wei Bin and Mr. Zhang Shiju .