

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



中國恒有源發展集團有限公司
CHYY DEVELOPMENT GROUP LIMITED

(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 8128)

POSITIVE PROFIT ALERT

This announcement is made pursuant to Rule 17.10 of the Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited (the “**GEM Listing Rules**”) and the Inside Information Provisions (as defined in the GEM Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors (the “**Board**”) of CHYY Development Group Limited (the “**Company**”) wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that the Company and its subsidiaries (collectively the “**Group**”) based on the preliminary assessment of the unaudited consolidated management accounts for the three months ended 30 September 2023 and nine months, the profit for the three months ended 30 September 2023 achieved a turnaround and is expected to be between HK\$15,000,000 and HK\$16,000,000 compared to the loss of HK\$7,748,000 for the same period in 2022. It is expected that the net loss after tax for the nine months ended 30 September 2023 will narrow by approximately 95% to 99.7% from HK\$44,911,000 in the same period last year.

The reduction in net loss after tax for the Period was primarily due to:

- i) Other income and earnings increased; and
- ii) The net impairment and reversal of contract assets increased.

As the Company is still in the process of finalizing the results for the nine months ended 30 September 2023 (the “**Third Quarterly Results 2023**”), the information contained in this announcement is only based on the Company’s preliminary assessment of the unaudited consolidated management accounts of the Group for the nine months ended 30 September 2023 which have not been finalised nor reviewed by the audit committee and audited by the auditor. The announcement of the Third Quarterly Results 2023 of the Group is expected to be released on 10 November 2023.

Shareholders and potential investors of the Company are advised to exercise caution, when dealing in the securities of the Company.

By Order of the Board of
CHYY Development Group Limited
Xu Shengheng
Chairman

Hong Kong, 2 November 2023

As at the date of this announcement, the Board comprises Mr. Xu Shengheng, Ms. Chan Wai Kay, Katherine and Mr. Dai Qi as executive Directors, Mr. Liao Yuan, Mr. Zhang Yiying and Ms. Liu Ening as non-executive Directors, Mr. Wu Desheng, Mr. Wu Qiang, Mr. Jia Wenzeng and Mr. Guan Chenghua as independent non-executive Directors.

This announcement, for which the directors of the Company collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the GEM of The Stock Exchange of Hong Kong Limited for the purpose of giving information with regard to the Company. The directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This notice will remain on the “Latest Company Announcements” page of the Stock Exchange website www.hkexnews.hk for at least 7 days from the date of its publication. This notice will also be published on the Company’s website at www.chyy.com.hk.