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.

China New Holdings Limited
中新控股有限公司

(formerly known as Royal Century Resources Holdings Limited 仁德資源控股有限公司)
(incorporated in Hong Kong with limited liability)
(Stock Code: 8125)

PROFIT WARNING

This announcement is made by China New Holdings Limited (formerly known as Royal Century Resources Holdings Limited) (the "**Company**", together with its subsidiaries, the "**Group**") 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 under GEM Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board ("**Board**") of directors (the "**Director(s)**") of the Company wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that, based on preliminary assessment on the latest unaudited consolidated management accounts of the Group for the year ended 31 March 2025, and the information currently available, the Group is expected to record a loss in a range of approximately HK$21 million to HK$23 million for the year ended 31 March 2025 as compared to a loss of approximately HK$9.8 million for the year ended 31 March 2024.

The Board considers that the increase in loss position was mainly attributable to, including but not limited to, the following reasons:

(a) the decrease in gross profit

During the year ended 31 March 2025, the reduction in profit margins for (i) new tender projects for design, fitting out and engineering services; and (ii) decrease in lease out rate for the leasing of construction equipment, together with (iii) the price competition continues to post challenges on the operation which adversely affecting the gross profit margin during the year.

(b) the increase in direct cost and administrative expenses

During the year ended 31 March 2025, the rising costs of construction materials, installation fees, and design and labor costs were additionally incurred to address the complexity of design work and frequent changes to design and construction plans, contributing to the increase in direct costs during the year.

Additionally, the increase in administrative expenses for the year ended 31 March 2025 was mainly due to the increase in initial start-up costs and staff costs for new headcount for the forthcoming new projects.

The Company is still in the process of finalising the consolidated annual results for the year ended 31 March 2025. The information contained in this announcement is only based on the preliminary assessment by the management of the Company with reference to the unaudited consolidated management accounts of the Group for the year ended 31 March 2025 and other financial information currently available, which have been neither audited by the auditor of the Company nor reviewed by the audit committee of the Company, and may be subject to adjustments and changes. For details of the actual performance of the Group for the year ended 31 March 2025, Shareholders and potential investors should refer to the annual results announcement of the Group for the year ended 31 March 2025, which is expected to be published on 30 June 2025.

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

By order of the Board
China New Holdings Limited
(formerly known as
Royal Century Resources Holdings Limited)
Law Hok Yu
Executive Director and Company Secretary

Hong Kong, 26 June 2025

As at the date of this announcement, the executive Directors are Ms. Miao Xianliu, Mr. Law Hok Yu, Ms. Ma Man Chi and Ms. Chen Qiuling; and the independent non-executive Directors are Ms. Tsang Hau Wai, Mr. Li Ka Chun Gordon and Ms. Chan Wai Yan.

*This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited ("**HKEx**") 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 announcement will remain on the "Latest Listed Company Information" page of the HKEx website at www.hkex.com.hk for at least 7 days from the date of its posting and on the website of the Company at www.chinanewholdings.com.hk.