China Shuifa Singyes New Materials Holdings Limited
中國水發興業新材料控股有限公司
(Incorporated in Bermuda with limited liability)
(Stock Code: 8073)

POSITIVE PROFIT ALERT

This announcement is made by China Shuifa Singyes New Materials 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 the GEM 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 "**Director(s)**") of the Company wishes to inform shareholders of the Company (the "**Shareholder(s)**") and potential investors that, based on the preliminary assessment of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2025, the Group is expected to record an increase in net profit in the range of 30% to 50% for the six months ended 30 June 2025, as compared to a net profit of approximately RMB5.97 million for the six months ended 30 June 2024.

Based on information currently available, the Board believes that the aforementioned expected increase in net profit is primarily attributable to the following reasons: (i) the cost reduction and efficiency enhancement measures continuously adopted by the Group, including the enhancement of efficiency of energy consumption, optimization of equipment and reduction of procurement costs; and (ii) a decrease in provision for impairment loss due to the deconsolidation of an unsuccessful non-wholly-owned subsidiary.

The information contained in this announcement is only based on the preliminary assessment by the Board with reference to the information currently available to the Board and the unaudited management accounts of the Group for the six months ended 30 June 2025, which have not been audited or reviewed by the Company's independent auditors and/or the audit committee of the Company, and may be subject to adjustments.

Shareholders and potential investors are advised to read carefully the results announcement of the Company for the six months ended 30 June 2025, which is expected to be published by the end of August 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 Shuifa Singyes New Materials Holdings Limited
DU Peng
Chairman

Hong Kong, 12 August 2025

As at the date of this announcement, the executive Directors of the Company are Mr. Du Peng (Chairman), Mr. Zhang Chao and Mr. Zhu Xuping; the non-executive Director of the Company is Mr. Zhou Qing; and the independent non-executive Directors of the Company are Ms. Pan Jianli, Mr. Zhang Yumo and Dr. Li Ling.

*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 (the "**Stock Exchange**") 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 Company Information" page of the Stock Exchanger's website at www.hkexnews.hk for at least 7 days from the date of its publication and on the website of the Company (www.syeamt.com).