

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.



XIN YUAN ENTERPRISES GROUP LIMITED

信源企業集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1748)

POSITIVE PROFIT ALERT

This announcement is made by Xin Yuan Enterprises 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 in the Listing Rules) of Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong).

The board of directors (the “**Board**”) of the Company wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that, as compare to a net profit of approximately USD6.0 million for the year ended 31 December 2019, the Group is expected to record an increase in net profit for the year ended 31 December 2020 (the “**Reporting Period**”) by no less than 35% based on the preliminary assessment of the unaudited management accounts of the Group.

The Board considers that the increase in the net profit for the Reporting Period was primarily attributable to the revenue generated from time charters of our two Capesize vessels, XYMG Noble and XYG Fortune, which were delivered in October and November 2019 respectively and were in full operation for the whole year ended 31 December 2020.

As at the date of this announcement, the Company is in the process of finalizing the consolidated annual results of the Group for the Reporting Period. The information contained in this announcement is based on a preliminary review by the management of the Company of information currently available to the Board, and is not based on any figure or information which has been audited or reviewed by the independent auditors of the Company. Shareholders and investors should read carefully the annual results announcement of the Company for the Reporting Period, which is expected to be published in late March 2021.

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

By order of the Board
XIN YUAN ENTERPRISES GROUP LIMITED
Wang Faqing
Chairman

Hong Kong, 10 March 2021

As at the date of this announcement, Mr. Wang Faqing, Mr. Xu Wenjun and Mr. Ding Yuzhao are the executive Directors, and Mr. Lai Guanrong, Mr. Suen Chi Wai and Mr. Xu Jie are the independent non-executive Directors.