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**BAGUIO GREEN GROUP LIMITED**

**碧瑤綠色集團有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 1397)**

## **POSITIVE PROFIT ALERT**

This announcement is made by Baguio Green Group Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09(2) 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 under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board (the “**Board**”) of the Company wishes to inform the shareholders of the Company and potential investors that, based on the information currently available to the management of the Group and the preliminary review of the unaudited consolidated management accounts of the Group, the Group expects to record profit attributable to the shareholders of the Company of approximately HK\$21.3–HK\$23.2 million for the six months ended 30 June 2023, representing an increase of approximately 20%–30% as compared to the same period last year. Such increase in the Group’s profit was mainly attributable to the successful tender of multiple new contracts in the cleaning, recycling, green technology, landscaping and pest management segments from the HKSAR Government (the “**Government**”), the Hospital Authority, the Airport Authority Hong Kong and various other private institutions. These contracts prominently increased the Group’s contracts on hand, directly driving business growth.

In the first half of the year, Group continues to maintain a leadership position in various fields:

- The Group's street cleansing services cover eight districts in Hong Kong, serving a population of approximately three million.
- The Group is contracted by the Environmental Protection Department ("EPD") of the HKSAR Government to handle approximately 5,000 recycling spots (including plastic, glass bottles, metals and waste paper) across Hong Kong.
- The Group provides recyclable food waste collection services for the EPD in Kowloon and New Territories West, accounting for two out of four similar contracts awarded by the EPD.
- The Group's smart recycling machines tailor-made for EPD, strategically located throughout Hong Kong, offer convenient recycling experiences for citizens and contribute to the recycling development in the city.
- During the period, the Group also secured a Government contract to offer a system leveraging on Time-of-flight and Internet of Things technologies to monitor flow and optimize service standard of over 800 public toilets, aqua privies and bathhouses in Hong Kong.
- Last year, the Group successfully secured EPD's first contract for using bioconversion technology (Black Soldier Flies) to help solve Hong Kong's chicken manure problem. The project has commenced operation. The Group is actively exploring to expand its application to resolve food waste problem.

All of the above have contributed to the Group's revenue during the first half of the year.

Information in this announcement has not been reviewed nor audited by the auditors of the Company, or reviewed by the audit committee of the Company. The actual results of the Group for the period ended 30 June 2023 are subject to adjustment and may differ from the information disclosed herein. Shareholders and potential investors are advised to read carefully the results announcement of the Group for the period ended 30 June 2023, which is expected to be published by the Company on 29 August 2023.

**Shareholders and potential investors should exercise caution when dealing in the shares of the Company.**

By order of the Board of  
**Baguio Green Group Limited**  
**Ng Wing Hong**  
*Chairman*

Hong Kong, 21 August 2023

*As at the date of this announcement, the Board comprises Mr. Ng Wing Hong, Ms. Ng Yuk Kwan Phyllis and Ms. Leung Shuk Ping as executive directors of the Company and Mr. Sin Ho Chiu, Mr. Lau Chi Yin Thomas and Professor Cheng Edwin Tai Chiu as independent non-executive directors of the Company.*