

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this document, 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 document.



佳華百貨控股有限公司

JIAHUA STORES HOLDINGS LIMITED

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 00602)

PROFIT WARNING

This announcement is made by Jiahua Stores Holdings Limited (“**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the inside information provisions (the “**Inside Information Provisions**”) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (“**SFO**”).

The Board wishes to inform the Shareholders and potential investors of the Company that, based on the preliminary assessment of the unaudited consolidated financial statements of the Group for the year ended 31 December 2023, the Group is expected to record a net loss of not more than RMB160 million for the year ended 31 December 2023, as compared to net loss of approximately RMB108 million for the year ended 31 December 2022. It is mainly attributable to:

- (a) Net operating loss has been incurred by most of our major stores as a result of general decline in local consumption power after the novel coronavirus pneumonia pandemic in China and the divestment of foreign investors;
- (b) There was total impairment loss on property, plant and equipment, intangible assets and right-of-use assets of approximately RMB 40 million;
- (c) There was impairment loss on loan receivables of approximately RMB 36 million; and
- (d) Net decrease in fair value on investment property of approximately RMB13 million.

The Company is in the process of preparing the annual results announcement of the Group for the year ended 31 December 2023. The information contained in this announcement is only based on the preliminary assessment made by the Board with reference to the latest unaudited consolidated financial statements of the Group for the year ended 31 December 2023 currently available to the Board which have not been audited or reviewed by the auditor or audit committee of the Company and is subject to adjustments as may be required. The actual results of the Group for the year ended 31 December 2023 may be different from the disclosure herein. Shareholders and potential investors of the Company are advised to read carefully the annual results announcement of the Company for the year ended 31 December 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
Jiahua Store Holdings Limited
Zhuang Pei Zhong
Executive Director and CFO

Shenzhen, the PRC, 25 March 2024

As at the date of this announcement, the Directors are:

Executive Directors: Mr. Zhuang Lu Kun, Mr. Zhuang Pei Zhong and Mr. Zhuang Xiao Xiong

Non-executive Director: Madam Yan Xiao Min

Independent non-executive Directors: Mr. Chin Kam Cheung, Mr. Sun Ju Yi, Mr. Ai Ji, Madam Ying Chi Kwan