DEKON FOOD AND AGRICULTURE GROUP
四川德康農牧食品集團股份有限公司

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 2419)

INSIDE INFORMATION
POSITIVE PROFIT ALERT

This announcement is made by Dekon Food and Agriculture Group (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**").

The board of directors (the "**Directors**") of the Company (the "**Board**") wishes to inform the shareholders of the Company and potential investors that, based on its preliminary assessment of the Group's unaudited consolidated management accounts for the six months ended 30 June 2024 and the information currently available to the Board, the Group expects to record a profit before biological assets fair value adjustments of approximately RMB313 million to RMB413 million and net profit of approximately RMB1,713 million to RMB1,813 million for the six months ended 30 June 2024 (comprising changes in fair value of biological assets of approximately RMB1,400 million, which was due to an increase in market price of market hogs in China in June 2024), as compared to a loss before biological assets fair value adjustments of approximately RMB1,118 million and a net loss of approximately RMB2,353 million for the corresponding period in 2023. The expected turnaround is mainly attributable to (i) an increase in sales price of both market hogs and yellow-feathered broilers in the first half of 2024 as compared to the corresponding period of the previous year, and (ii) a decrease in costs of both market hogs and yellow-feathered broilers in the first half of 2024 as compared to the corresponding period of the previous year as a result of our continuous efforts in production management and cost control.

The Company is in the process of finalising the interim results announcement of the Group for the six months ended 30 June 2024. The information contained in this announcement is only a preliminary assessment by the Board based on the Group's unaudited consolidated management accounts for the six months ended 30 June 2024 and the information currently available to it, and such information has not been audited or reviewed by the Company's auditors or audit committee. Further details of the Group's financial results will be disclosed in the interim results announcement of the Company, which is expected to be published by the end of August 2024 in accordance with the Listing Rules.

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
Dekon Food and Agriculture Group
四川德康農牧食品集團股份有限公司
Wang Dehui
Chairman of the Board and Executive Director

People's Republic of China, 12 August 2024

As at the date of this announcement, the executive directors of the Company are Mr. Wang Dehui, Mr. Wang Degen, Mr. Yao Hailong, Mr. Hu Wei and Mr. Zeng Min; the non-executive director of the Company is Ms. Liu Shan; and the independent non-executive directors of the Company are Mr. Pan Ying, Mr. Zhu Qing and Mr. Fung Che Wai, Anthony.