TEXHONG INTERNATIONAL GROUP LIMITED
天虹國際集團有限公司
(incorporated in the Cayman Islands with limited liability)
(Stock Code: 2678)

POSITIVE PROFIT ALERT

This announcement is made by Texhong International 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 under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of 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, based on the preliminary assessment of the unaudited consolidated management accounts of the Group for the year ended 31 December 2024 (the "**Year**") and information currently available to the Board, the Group is expected to record a net profit of about RMB580 million, as compared to the net loss of the Group for the year ended 31 December 2023 of approximately RMB299 million.

The Group expects to record a net profit mainly due to the recovery in market demand in the textile industry during the Year, such that both the sales volume and capacity utilization rate of the Group increased when compared with the year ended 31 December 2023, allowing the product gross profit margin to gradually return to normal levels during the Year. In addition, benefiting from the Group's proactive cost management and control policies, selling expenses and interest expenses during the Year decreased significantly when compared with the year ended 31 December 2023.

The information contained in this announcement is only based on a preliminary assessment by the Board based on information currently available to it, including the unaudited consolidated management accounts of the Group for the Year, which have not been reviewed by the Company's auditors or the audit committee of the Company.

The Board also wishes to emphasize that the performance of the Group can be affected by market environment, including, but not limited to, cotton market price, foreign policy of the United States of America towards the People's Republic of China and the foreign exchange rate of Renminbi. The Group's final results for the Year will be announced by the end of March 2025 in compliance with the Listing Rules.

Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board
Texhong International Group Limited
Hong Tianzhu
Chairman

Hong Kong, 24 January 2025

As at the date of this announcement, the Board comprises the following directors:

Executive directors:	Mr. Hong Tianzhu Mr. Zhu Yongxiang Mr. Ye Lixin
Independent non-executive directors:	Prof. Tao Xiaoming Prof. Cheng Longdi Mr. Shu Wa Tung, Laurence