Luyuan Group Holding (Cayman) Limited
綠源集團控股（開曼）有限公司*
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 2451)

PROFIT WARNING

This announcement is made by Luyuan Group Holding (Cayman) Limited (the "**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 (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 of directors of the Company (the "**Board**") wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that, based on the assessment of the latest information currently available to the Board and a preliminary review of the unaudited consolidated management accounts of the Group for the year ended December 31, 2024 (the "**Year**"), the Group is expected to record a decrease of not more than 30% in the net profit for the Year as compared to that for the year ended December 31, 2023. Such decrease was primarily attributable to (i) the impact of share-based payments as a result of share awards granted by the Company; (ii) a decrease in gross profit with a decrease in average selling price per unit of the Group's electric vehicles in view of the Group's efforts to support its distributors and refinement of the Group's product composition in response to intensified market competition; and (iii) an increase in research and development costs. After excluding the impact of share-based payments, the Group would have expected to record a decrease of not more than 10% in the net profit for the Year as compared to that for the year ended December 31, 2023.

Information contained in this announcement is based solely on the Board's preliminary assessment of the latest information available to the Board as at the date of this announcement and the unaudited consolidated management accounts of the Group for the Year, which have not been audited by the Company's auditors or reviewed by the audit committee of the Board. The Company is in the process of finalizing the consolidated financial results of the Group for the Year, and the actual results of the Group for the Year may differ from what is disclosed in this announcement. Audited financial results of the Group for the Year are expected to be published in the annual results announcement in March 2025.

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
Luyuan Group Holding (Cayman) Limited
Mr. Ni Jie
Chairman and Executive Director

Hong Kong, February 24, 2025

As at the date of this announcement, the Board comprises Mr. Ni Jie, Ms. Hu Jihong, Mr. Chen Guosheng and Ms. Ni Boyuan as executive Directors and Mr. Wu Xiaoya, Mr. Peng Haitao, Mr. Liu Bobin and Mr. Chan Chi Fung Leo as independent non-executive Directors.

* *For identification purposes only*