China Treasures New Materials Group Ltd.
中寶新材集團有限公司

(Incorporated in the Cayman Islands with limited liability)
(Stock code: 2439)

POSITIVE PROFIT ALERT

This announcement is made by the board (the "**Board**") of directors (the "**Directors**") of China Treasures New Materials Group Ltd. (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 wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that, based on its preliminary review and assessment of the latest information currently available to the Board and the unaudited consolidated management accounts of the Group for the year ended 31 December 2024 ("**FY2024**"), the Group is expected to record an increase in net profit attributable to the equity shareholders of the Company to not less than RMB105.0 million for FY2024, as compared with that for the year ended 31 December 2023, which amounted to approximately RMB84.0 million.

The Board believes that such increase was mainly due to (i) the increase in gross profit derived from the increase in revenue, which was driven by the revenue growth in the sales of biodegradable shopping bags; (ii) the increase in government grant following the successful listing on the Stock Exchange of the Company; (iii) an additional refund of lease payment from an early terminated lease agreement of Huizhou factory; and (iv) the decrease in listing expenses.

The information contained in this announcement is based solely on the preliminary review and assessment by the Board with reference to the information currently available to the Board as at the date of this announcement and the unaudited consolidated management accounts of the Group for FY2024, which have neither been reviewed nor audited by the Company's independent auditors nor have they been reviewed by the audit committee of the Company. The Company is still in the process of finalising the consolidated annual financial results of the Group and therefore the actual results for FY2024 may differ from the information disclosed in this announcement. The audited consolidated financial results of the Group for FY2024 are expected to be published on 28 March 2025.

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

For and on behalf of the Board
China Treasures New Materials Group Ltd.
ZHANG Yuqiu
Chair and Executive Director

Changchun, Jilin, the PRC, 14 March 2025

As at the date of this announcement, the executive Directors are Ms. ZHANG Yuqiu, Mr. SHAN Yuzhu, Mr. LI Xiquan and Mr. LI Peng; and the independent non-executive Directors are Dr. LAI King Yin, Dr. SONG Xiaofeng and Mr. LEUNG Tsz Wing.