SANVO Fine Chemicals Group Limited
三和精化集團有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 301)

PROFIT WARNING

This announcement is made by SANVO Fine Chemicals Group Limited (the "**Company**" and, 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 and Part XIVA of the Securities and Futures Ordinance (Cap. 571, Laws of Hong Kong).

The board (the "**Board**") of directors (the "**Directors**") of the Company hereby informs the shareholders and potential investors of the Company that, based on its preliminary review of the unaudited consolidated management accounts of the Group for the year ended 31 December 2024 (the "**Year**") currently available, it is expected to record a loss attributable to owners of the Company of approximately RMB19.97 million as compared to the audited profit attributable to owners of the Company of approximately RMB6.26 million for the year ended 31 December 2023. The decrease in profit was primarily due to (i) impairment loss on a leasehold land in the People's Republic of China, accounted for as right-of-use assets; and (ii) the increase in selling and distribution expenses.

The information contained in this announcement is based solely on the preliminary assessment of the unaudited management accounts and the financial information for the Year currently available. Such information has not been reviewed or audited by the auditor or reviewed by the audit committee of the Company. Shareholders and potential investors are advised to read carefully the annual results announcement of the Company for the Year scheduled to be published in late March 2025.

By Order of the Board
SANVO Fine Chemicals Group Limited
Mr. Chen Bingqiang
Chairman, Chief Executive Officer
and Executive Director

Hong Kong, 18 March 2025

As at the date of this announcement, the executive Directors are Mr. Chen Bingqiang and Mr. Ng Cheuk Lun; the non-executive Director is Ms. Wang Xiaorong; and the independent non-executive Directors are Ir. Daniel Lai, Mr. Xu Kai and Mr. Yeung Chun Yue David.