BaWang International (Group) Holding Limited
霸王國際(集團)控股有限公司*

(Incorporated in the Cayman Islands with limited liability)
(Stock code: 01338)

PROFIT WARNING

This announcement is made by the board (the "**Board**") of directors of BaWang International (Group) Holding 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 under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong).

Based on a preliminary review of the operating results for the six months ended 30 June 2025 ("**1H2025**"), the Group is expected to record a net loss in the region of RMB4.9 million, as compared to a net profit of approximately RMB1.2 million for the corresponding period in 2024 ("**1H2024**").

Despite the Group's revenue for the period having increased by approximately 11% in 1H2025 when compared with 1H2024, the Group's expected net loss is primarily attributable to the following factors: (i) the gross profit margin slightly declined due to a notable increase in the cost of a key raw material, and (ii) a notable increase in selling and distribution expenses due to increased marketing and promotional activities aimed at supporting sales growth, including store display placements and incentive programs during 1H2025.

The information contained in this announcement is based on the preliminary review of the currently available information, which has not been reviewed by the Company's auditors or its Audit and Risk Management Committee.

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

By order of the Board
BaWang International (Group) Holding Limited
CHEN Qiyuan
Chairman

Hong Kong, 17 July 2025

As at the date of this announcement, the Board comprises three executive directors, namely Mr. CHEN Qiyuan, Mr. CHEN Zheng He and Mr. WONG Sin Yung, and three independent non-executive directors, namely Mr. CHEUNG Kin Wing, Dr. LIU Jing and Mr. CHU Tat Hoi.

* *For identification purpose only*