Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

Hebei Yichen Industrial Group Corporation Limited*
河北翼辰實業集團股份有限公司

(A joint stock limited liability company incorporated in the People's Republic of China)

(Stock Code: 1596)

POSITIVE PROFIT ALERT

This announcement is made by Hebei Yichen Industrial Group Corporation Limited* (the "**Company**", and 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 in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board (the "**Board**") of directors (the "**Directors**") of the Company wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that based on the preliminary review of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2025 and the information currently available to the Board, the Group is expected to record a consolidated net profit of approximately RMB48.7 million for the six months ended 30 June 2025. This reflects a turnaround of approximately RMB90.9 million, compared with the consolidated net loss of approximately RMB42.2 million recorded for the six months ended 30 June 2024.

The Board believes that the improvement in the Group's financial performance is primarily attributable to the following reasons:

(i) no losses from changes in fair value associated with financial assets held for trading and investment losses from disposal of financial assets held for trading were recognised for the six months ended 30 June 2025, as the Company had already disposed of all the Hong Kong listed company securities held in 2024. In contrast, such losses amounted to approximately RMB58.1 million for the six months ended 30 June 2024;

(ii) an increase in the Group's gross profit by approximately RMB25.2 million for the six months ended 30 June 2025, primarily driven by the construction progress of railway projects and changes in the customer mix.

The Board wishes to state that this announcement is made on the basis of the preliminary review of the unaudited management accounts of the Group for the six months ended 30 June 2025 and the information currently available to the Board, which have not been audited or reviewed by the Company's auditor and may be subject to adjustments. The financial information and performance of the Group for the six months ended 30 June 2025 will be disclosed in the interim results announcement of the Company for the six months ended 30 June 2025, which is expected to be published before the end of August 2025.

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

By Order of the Board
Hebei Yichen Industrial Group Corporation Limited*
ZHANG Haijun
Chairman

Shijiazhuang, the PRC, 6 August 2025

As at the date of this announcement, the executive Directors of the Company are Mr. Zhang Haijun, Mr. Wu Jinyu, Mr. Zhang Lihuan, Mr. Zhang Chao and Ms. Ma Xuehui; the non-executive Director is Ms. Zheng Zhixing; and the independent non-executive Directors are Mr. Jip Ki Chi, Mr. Wang Fuju and Mr. Zhang Liguo.

* *For identification purpose only*