中國水業集團有限公司*
CHINA WATER INDUSTRY GROUP LIMITED

(Incorporated in the Cayman Islands with limited liability)
(Stock code: 1129)

PROFIT WARNING
AND
INSIDE INFORMATION

This announcement is made by China Water Industry Group Limited (the "**Company**", together with its subsidiaries as the "**Group**") in pursuant to Rule 13.09 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) of Part XIVA of the Securities and Future Ordinance (Chapter 571, Laws of Hong Kong) (the "**SFO**").

The board (the "**Board**") of directors (the "**Directors**") of the Company is pleased to inform shareholders of the Company (the "**Shareholders**") and potential investors that, based on a preliminary review of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2025 (the "**First Half 2025**") and the information currently available to the Board, it is expected that the Group may record an improvement in net loss attributable to equity shareholders of the Company with a loss attributable to equity shareholders of the Company of not more than HK$70 million for the First Half 2025 as compared to that of a net loss of approximately HK$78.82 million attributable to owners of the Company for the six months ended 30 June 2024 (the "**First Half 2024**").

Comparing with the First Half 2024, the Board considered that the decrease in net loss attributable to equity shareholders of the Company, was mainly attributable to, among others, net impact of the following factors: (i) a decrease in administrative and selling expenses resulting from the implementation of stringent cost control measures across various operational and corporate functions; (ii) a reduction in finance costs due to a lower level of loan borrowings during the period; (iii) a decrease in impairment loss on asset(s) in First Half 2025 as compared to the corresponding period in 2024; and (iv) the net loss incurred by Yichun Water Industry Group Company Limited and its subsidiaries ("**Yichun Water Group**") during the First Half 2024 of which the disposal of Yichun Water Group was completed in September 2024. These positive impacts were partially offset by the decline in revenue and gross profit derived from the renewable energy business, mainly resulting from

* *For identification purpose only*

the decrease in number of landfill site in operation and the substantial reduction in the volume of on-grid electricity due to less available new garbage being delivered to the landfill sites for generation of electricity as local incineration projects commenced in operation.

The Company is still in the process of finalising its unaudited consolidated financial statements for the First Half 2025. The information contained in this announcement is only based on preliminary assessment made by the Board with reference to the information currently available, which has not been reviewed or audited by the auditors and/or audit committee of the Company and may be subject to change. Shareholders and potential investors are advised to refer to the details of the Group's financial results for the First Half 2025, which are expected to be published on 28 August 2025.

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

By order of the Board
China Water Industry Group Limited
Mr. Zhu Yongjun
Chairman and Executive Director

Hong Kong, 15 August 2025

As at the date of this announcement, the Board comprises Mr. Zhu Yongjun (Chairman) and Ms. Chu Yin Yin, Georgiana, all being executive Directors, Mr. Wong Siu Keung, Joe, Mr. Lam Cheung Shing, Richard and Mr. Mak Ka Wing, Patrick, all being independent non-executive Directors.