CHINA HK POWER SMART ENERGY GROUP LIMITED
中國港能智慧能源集團有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 931)

(1) PROFIT WARNING
(2) VOLUNTARY ANNOUNCEMENT ON UPDATE OF LOANS FROM A SHAREHOLDER

This announcement is made by China HK Power Smart Energy Group Limited (the "**Company**") and together with its subsidiaries as 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 and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

(1) PROFIT WARNING

The board of directors of the Company (the "**Board**") wishes to inform shareholders of the Company (the "**Shareholders**") and potential investors of the Company that, based on the preliminary review of the unaudited consolidated management accounts of the Group for the six months ended 30 September 2025 and management information currently available to the Company, it is estimated that the Group may report a loss attributable to owners of the Company in the range of approximately HK$65 million to HK$75 million for the six months ended 30 September 2025 ("**Current Interim Period**"), as compared to a loss attributable to owners of the Company of approximately HK$54 million for the six months ended 30 September 2024 ("**Corresponding Interim Period**").

The change is primarily attributable to a one-off written off of property, plant and equipment approximately HK$13 million during the Current Interim Period.

Meanwhile, the Board want to point out that April to September is low season for the Company's LNG business as well as for the largest sector of our new energy business in the provision of heating in the northern parts of China. In addition, the Company has several new project, scheduled to launch in the peak season in the second half of the year, which are expected to contribute to the Group's revenue and profit. The Board, based on the trend of our existing business activities and development, are however optimistic that the company would turn around to reporting a profit for the full year from 1 April 2025 to 31 March 2026.

The Company is still in the process of finalizing the consolidated financial results of the Group for the Current Interim Period. The information contained in this announcement is only based on the Board's preliminary assessment of unaudited consolidated management accounts of the Group with reference to the information currently available to the Board which may be subject to the further finalisation and other potential adjustments. Details of the financial results of the Group will be disclosed in the Company's interim results announcement for the Current Interim Period, which is expected to be published by the end of November 2025.

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

(2) VOLUNTARY ANNOUNCEMENT ON UPDATE OF LOANS FROM A SHAREHOLDER

The board of the Company is pleased to provide an update information of the shareholder loan due to Dr. Kan Che Kin, Billy Albert ("**Dr. Kan**").

Settlement of Partial Shareholder Loan by Issuance of New Shares

On 16 July 2025, the Company issued an aggregate of 717,948,718 Capitalization Shares to Dr. Kan at a capitalization price of HK$0.195 per share to settle part of the shareholder loan in the aggregate amount of HK$140 million. As a result, the net assets of the Company increased by HK$140 million. For further details, please refer to the announcements of the Company dated 10 June 2025 and 16 July 2025.

New Shareholder Loan Provided

From 1 April 2025 up to the date of this announcement, Dr. Kan has provided new shareholder loans to the Company in an aggregate amount of approximately HK$113.55 million with annual interest rate 5% for the purpose of supporting the business expansion of the Company.

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

By order of the Board
China HK Power Smart Energy Group Limited
Kan Che Kin, Billy Albert
Chairman

Hong Kong, 12 November 2025

As at the date of this announcement, the Board comprises three executive Directors, namely Dr. Kan Che Kin, Billy Albert (Chairman), Mr. Deng Yaobo (chief executive officer) and Mr. Li Kai Yien, Arthur Albert; and two non-executive Director, namely Mrs. Kan Kung Chuen Lai and Mr. Simon Murray; and three independent non-executive Directors, namely Mr. Li Siu Yui, Mr. Chow Ching Ning and Mr. Lam Lum Lee.