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FOUNDER HOLDINGS LIMITED
方正控股有限公司*
(Incorporated in Bermuda with limited liability)

**(Stock Code: 00418)**

**VOLUNTARY ANNOUNCEMENT**
**UPDATE ON THE ENTRUSTED LOAN TO PEKING FOUNDER**

This is an announcement made by Founder Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**") on a voluntary basis for the purpose of keeping the shareholders of the Company (the "**Shareholders**") and the potential investors informed of the latest development of the Group.

References are made to the circular dated 15 November 2016, the announcements dated 19 February 2020, 2 March 2020, 28 May 2021, 29 December 2022 and 19 July 2024, and the annual reports published on 22 April 2020, 15 April 2021, 14 April 2022, 20 April 2023, 18 April 2024 and 16 April 2025 (the "**Annual Reports**") of the Company in relation to the 2016 Entrusted Loan Master Agreement between the Company and Peking University Founder Group Company Limited ("**Peking Founder**"). Unless otherwise stated, capitalized terms used herein shall have the same meanings as those defined in the abovementioned announcements, circular and the Annual Reports.

## UPDATE ON THE ENTRUSTED LOAN TO PEKING FOUNDER

As disclosed in the Annual Reports, the Group made a provision for impairment of the defaulted loans granted to Peking Founder and its subsidiary in the aggregate amount of approximately RMB382 million in the financial statements of the Group of the financial year of 2019. The loans lent to Peking Founder of approximately RMB121 million and RMB8.9 million were settled during 2022 and 2024 respectively. Accordingly, the provision for impairment in the amounts of approximately RMB121 million and RMB 8.9 million was reversed in the financial statements of the Group of the financial year of 2022 and 2024 respectively.

The Board wishes to update Shareholders and potential investors that, the entrusted loans lent to Peking Founder were further settled in November 2025 as to the amount of approximately RMB7.4 million. As such, the provision for impairment in the amount of approximately RMB7.4 million will be reversed.

The Company will continue to closely monitor the subsequent development and impact of this incident and the status of entrusted loan receivables from Peking Founder, and comply with relevant disclosure requirements under the Listing Rules and the SFO in a timely manner.

**WARNING: Shareholders and potential investors are advised to exercise caution when dealing in the securities of the Company. Persons who are in doubt as to the action they should take should consult their stockbroker, bank manager, solicitor or other professional advisors.**

By Order of the Board
**Founder Holdings Limited**
**Zhang Jian Guo**
*Chairman*

Hong Kong, 28 November 2025

*As at the date of this announcement, the Board comprises executive directors of Mr. Zhang Jian Guo (Chairman and President), Mr. Wang Jin Chao, Mr. Guo Song, Mr. Xu Chengjie, Mr. Li Shuo Feng and Ms. Wu Jing, and the independent non-executive directors of Mr. Chan Chung Kik, Lewis, Mr. Lai Nga Ming, Edmund and Mr. Chak Chi Shing.*

* *For identification purposes only*