CHINA ORIENTAL GROUP COMPANY LIMITED

中國東方集團控股有限公司 *

(incorporated in Bermuda with limited liability)

(Stock code：581)

POSITIVE PROFIT ALERT

This announcement is made by China Oriental Group Company Limited (the "**Company**", together with its subsidiaries, the "**Group**") 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 under 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 would like to inform the shareholders of the Company (the "**Shareholders**") and potential investors that, based on a preliminary review of the Group's unaudited consolidated management accounts for the year ended 31 December 2025 (the "**Relevant Year**") and the information currently available to the Board, the Group expects its net profit for the Relevant Year to range from approximately RMB270 million to RMB315 million, representing an increase of approximately 20% to 40% as compared with the net profit of the Group of approximately RMB225 million for the year ended 31 December 2024.

Based on the information available to date, despite the continued sluggish demand for downstream products in the iron and steel industry, which has led to a sustained decline in the average selling price of steel products, the expected increase in net profit of the Group for the Relevant Year is mainly attributable to the combined effects of the following factors, including, among others, (i) a decline in the prices of major raw materials, the downward trend of which has been steeper than that of the steel products; (ii) the continued thorough execution of the Group's lean management strategy in respect of, among others, cost reduction, efficiency improvement, management optimisation and technical transformation; and (iii) a year-on-year rebound in the production and sales volume of iron and steel products, which together led to an overall improvement in gross profit of iron and steel products.

The Company is in the process of finalising the annual results of the Group for the Relevant Year. The information contained in this announcement is solely based on the preliminary assessment by the Board of the Group's unaudited consolidated management accounts for the Relevant Year and the information currently available to the Board, which have not been audited or reviewed by the Company's auditor or the audit committee of the Company, and is therefore subject to adjustments.

Shareholders and potential investors are advised to carefully review the Company's forthcoming announcement of the Company in relation to the annual results of the Group for the Relevant Year, which is expected to be published on or before 31 March 2026.

Shareholders and potential investors should exercise caution when dealing in the securities of the Company.

By order of the Board
China Oriental Group Company Limited
HAN Jingyuan
Chairman and Chief Executive Officer

Hong Kong, 23 March 2026

As at the date of this announcement, the Board comprises Mr. HAN Jingyuan, Mr. ZHU Jun, Mr. SHEN Xiaoling, Mr. HAN Li, Mr. Sanjay SHARMA and Mr. LI Mingdong being the Executive Directors, Mr. Ondra OTRADOVEC being the Non-executive Director and Mr. WONG Man Chung Francis, Mr. WANG Bing, Dr. TSE Cho Che Edward and Ms. YU Fang Jing being the Independent Non-executive Directors.

This announcement is published on the websites of the Company (www.chinaorientalgroup.com) and The Stock Exchange of Hong Kong Limited (www.hkexnews.hk).

**For identification purposes only*