China Treasures New Materials Group Ltd.
中寶新材集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 2439)

PROFIT WARNING
DECREASE IN PROFIT
FOR THE YEAR ENDED 31 DECEMBER 2025

This announcement is made by the board (the "**Board**") of directors (the "**Directors**") of China Treasures New Materials Group Ltd. (the "**Company**", and together with its subsidiaries, the "**Group**") pursuant to Rule 13.09(2) 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 wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that, based on its preliminary review and assessment of the latest information currently available to the Board and the unaudited consolidated management accounts of the Group for the year ended 31 December 2025 ("**FY2025**"), the Group is expected to record a decrease in net profit attributable to the equity shareholders of the Company to not less than RMB28.0 million for FY2025, as compared with that for the year ended 31 December 2024 ("**FY2024**"), which amounted to approximately RMB111.2 million.

The Board believes that such decrease was mainly due to (i) the decrease in gross profit resulting from the decrease in revenue for FY2025, which was primarily driven by the decline in sales of biodegradable shopping bags and biodegradable produce bag rolls; (ii) the increase in research and development expenses for FY2025; (iii) the absence in FY2025 of a one-off lease payment refund recognised for FY2024, arising from the early terminated lease agreement of Huizhou factory; and (iv) the absence in FY2025 of a one-off government grant recognised for FY2024, in connection with the Company's successful listing on the Stock Exchange.

The information contained in this announcement is based solely on the preliminary review and assessment by the Board with reference to the information currently available to the Board as at the date of this announcement and the unaudited consolidated management accounts of the Group for FY2025, which have neither been reviewed nor audited by the Company's independent auditors nor have they been reviewed by the audit committee of the Company. The Company is still in the process of finalising the consolidated annual financial results of the Group and therefore the actual results for FY2025 may differ from the information disclosed in this announcement. The audited consolidated financial results of the Group for FY2025 are expected to be published on 31 March 2026.

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

For and on behalf of the Board
China Treasures New Materials Group Ltd.
ZHANG Yuqiu
Chair and Executive Director

Changchun, Jilin, the PRC, 23 March 2026

As at the date of this announcement, the Board comprises Ms. Zhang Yuqiu, Mr. Shan Yuzhu, Mr. Li Xiquan and Mr. Li Peng as the executive Directors; and Dr. Lai King Yin, Dr. Song Xiaofeng and Mr. Leung Tsz Wing as the independent non-executive Directors.