*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*

Kangqiao Service Group Limited
康橋悅生活集團有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 2205)

UPDATE ON LITIGATION INVOLVING A WHOLLY-OWNED SUBSIDIARY

This announcement is made by Kangqiao Service Group Limited (the "**Company**") 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).

References are made to the announcements of the Company dated July 7, 2024, August 18, 2024, December 30, 2024, January 10, 2025 and February 13, 2026 (the "**Previous Announcements**") in respect of, among other things, the discovery of irregularities in the bank accounts of Kangqiao Yueshenghuo Service Group Co., Ltd.* (康橋悅生活服務集團有限公司), a wholly-owned subsidiary of the Company (the "**Subsidiary**"). Unless the context otherwise requires, capitalized terms used herein shall have the same meanings as those defined in the Previous Announcements.

As disclosed in the Previous Announcements, the Subsidiary received the Second Civil Judgment pursuant to which the Purported Promissory Letter was held to be legally enforceable and the Subsidiary was found liable for RMB473.7 million, being the principal amount under certain loan agreements entered into by Henan Chengqiao, together with interest accrued at the agreed rate up to the date of repayment. Mr. Song, being the controlling shareholder of the Company, the non-executive Director and chairman of the Board, as well as the controlling shareholder of Henan Chengqiao, has provided an undertaking to the Company that he will indemnify the Company for any losses incurred in connection with the Second Civil Judgment.

The Company filed an application for retrial with The Supreme People's Court of the People's Republic of China on April 14, 2026 in respect of the Second Civil Judgment. The application is made based on the Company's view, having considered the advice of its PRC legal advisor, that the appellate court erred in concluding that Henan Chengqiao was neither a shareholder nor the de facto controller of the Subsidiary, and that the guarantee provided by the Subsidiary in favour of Henan Chengqiao did not fall within the statutory circumstances permitted under paragraphs 2 and 3 of Article 16 of the Company Law of the PRC. The Company further considers that the appellate court erred in overturning the first instance court's finding that the Bank had failed to fulfil its reasonable review obligations and was not a good faith counterparty. Such errors involve incorrect determinations of basic facts and misapplication of law, and therefore warrant a retrial in accordance with the law.

In addition, the Company has submitted new evidence to substantiate that the loan agreements entered into between the Bank and Henan Chengqiao are subject to circumstances rendering them invalid. The appellate court did not ascertain the relevant facts in this regard, which constitutes an error in the determination of basic facts and forms further grounds for retrial.

As at the date of this announcement, pursuant to the enforcement procedures relating to the Second Civil Judgment, certain bank balances of the Subsidiary, amounting to approximately RMB212 million, has been subject to judicial enforcement measures. The Company considers that the impact of the matter remains confined to the Subsidiary and does not extend to the operations of the Group's other operating entities.

The Company will continue to monitor the developments of the retrial application and will keep its shareholders and potential investors informed of any further material developments by way of further announcement(s) as and when appropriate.

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

On behalf of the Board
Kangqiao Service Group Limited
SONG Gewei
Chairman

Hong Kong, April 15, 2026

As at the date of this announcement, the Board comprises Mr. SONG Gewei as the chairman and non-executive Director; Mr. DAI Wei, Mr. KANG Weiguo, Ms. WANG Na and Mr. SONG Xiangxi as the executive Directors; and Mr. KAM Hou Yin John, Dr. FAN Yun and Mr. WONG Yun Pun as the independent non-executive Directors.