China Dongxiang (Group) Co., Ltd.
中國動向(集團)有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 3818)

PROFIT WARNING

This announcement is made by China Dongxiang (Group) Co., Ltd. (the "**Company**", and together with its subsidiaries, 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 (the "**Listing Rules**") and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors of the Company (the "**Board**") wishes to inform the shareholders of the Company and potential investors that, based on its preliminary assessment of the unaudited consolidated management accounts of the Group and information currently available to the Board, the Group expects to record a net loss attributable to equity holders of the Company of not more than RMB180 million for the financial year ended 31 March 2026 ("**FY2025/26**"), as compared to a net profit attributable to equity holders of the Company of approximately RMB207 million for the financial year ended 31 March 2025.

The expected net loss for FY2025/26 as compared to the profit recorded for the preceding year is primarily attributable to the following factors:

1. volatility in the capital markets in the second half of FY2025/26, particularly the continuous decline in March 2026, resulting in a decrease in gain from fair value change of financial assets;

2. as a significant part of assets held by the Group are US dollar assets, the depreciation of the US dollar against the Renminbi had resulted in exchange loss; and

3. impairment allowance provided for loans to existing and former management personnels.

The relevant impairment loss is non-cash in nature and has no impact on the Group's principal business operations or its cash flow position.

The Company is still in the process of finalising the annual results of the Group for FY2025/26. The information contained in this announcement is based on a preliminary assessment made by the Board with reference to information currently available and the unaudited consolidated management accounts of the Group for FY2025/26, which have not been audited or reviewed by the auditors of the Company or the audit committee of the Company and may be subject to adjustments. The Company is in the process of preparing the annual results announcement of the Group for FY2025/26, which is expected to be published by the end of June 2026.

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

By Order of the Board
China Dongxiang (Group) Co., Ltd.
Chen Yihong
Chairman

Hong Kong, 9 June 2026

As at the date of this announcement, the executive directors of the Company are Mr. Chen Yihong, Ms. Chen Chen and Mr. Lyu Guanghong, and the independent non-executive directors of the Company are Mr. Gao Yu, Ms. Tang Songlian, Mr. Zhou Zhiyi and Mr. Du Zhongbing.