Phancy Group Co., Ltd.
範式智能技術集團股份有限公司
(formerly known as "北京第四範式智能技術股份有限公司 Beijing Fourth Paradigm Technology Co., Ltd.")
(A joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 6682)

POSITIVE PROFIT ALERT

This announcement is made by Phancy Group Co., Ltd. (the "**Company**", 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 (the "**Director(s)**") of the Company (the "**Board**") is pleased to inform the shareholders of the Company (the "**Shareholder(s)**") and potential investors that, based on the information currently available to the Board and preliminary estimates of the Group for the six months ended June 30, 2026 (the "**Reporting Period**"):

The Group is expected to record during the Reporting Period (i) revenue of approximately RMB3.2 billion to RMB4.0 billion, representing an increase of approximately 22% to 52% as compared with the corresponding period in 2025; and (ii) profit attributable to owners of the Company of approximately RMB90 million to RMB130 million, representing a substantial improvement from the loss recorded in the corresponding period in 2025.

The Board considers that the anticipated robust growth in revenue is mainly attributable to the continuous upgrading of the shared underlying technology platform across all business lines. Amid rising customer recognition and growing demand, the token throughput efficiency of the Company's self-owned and leased computing power resources has increased significantly, accelerating the release of token productivity and thereby driving accelerated growth in business revenue.

The expected turnaround from loss to profit in profit attributable to owners of the Company is mainly attributable to: (i) rapid growth in main business; (ii) further material optimisation of the ratio of selling expenses to revenue compared with the corresponding period last year; and (iii) a substantial year-on-year increase in net other income, mainly due to the increase in fair value of the Company's investment projects.

As at the date of this announcement, the Company is still finalising the Group's consolidated interim results for the six months ended June 30, 2026. The information contained in this announcement is only a preliminary assessment by the Board of the Company with reference to the information currently available to it, including the unaudited consolidated management accounts of the Group for the six months ended June 30, 2026, and is not based on any figures or information that has been audited or reviewed by the independent auditors or the audit committee of the Company and may be subject to adjustments. Shareholders and potential investors of the Company are advised to read carefully the interim results announcement of the Company for the six months ended June 30, 2026, which is expected to be published by the end of August 2026.

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

By order of the Board
Phancy Group Co., Ltd.
範式智能技術集團股份有限公司
Dr. Dai Wenyuan
Chairman and Executive Director

Hong Kong, July 22, 2026

As at the date of this announcement, the executive Directors are Dr. Dai Wenyuan and Mr. Chen Yuqiang; the non-executive Directors are Dr. Yang Qiang, Mr. Dou Shuai and Mr. Zhang Jing; the independent non-executive Directors are Mr. Li Jianbin, Mr. Liu Chijin, Ms. Ke Yele and Mr. Pan Jialin; and the employee representative Director is Mr. Chai Yifei.