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亞 東

Yadong Group Holdings Limited

亞 東 集 團 控 股 有 限 公 司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1795)

**SUPPLEMENTAL ANNOUNCEMENT
IN RELATION TO THE MAJOR TRANSACTION ANNOUNCEMENT**

Reference is made to the announcement of Yadong Group Holdings Limited (the “**Company**”) dated 11 June 2026 in relation to, among other things, the Construction Agreement and the non-compliance of the Listing Rules (the “**Announcement**”). Unless otherwise defined, capitalised terms used herein shall have the same meanings as those defined in the Announcement.

The Company would like to provide further supplemental information regarding the Company’s existing internal procedures and the updates on the remedial actions taken by the Company.

CLARIFICATION ON EXISTING INTERNAL PROCEDURES

As disclosed in the Announcement, the Company’s existing internal procedures require department heads and project managers to notify the head office finance team of any “similar transactions”. The Board wishes to clarify that “similar transactions” refers to any transactions that may potentially have implications under Chapters 14 and 14A of the Listing Rules, including but not limited to capital expenditure and acquisitions of properties.

UPDATES ON REMEDIAL ACTIONS

Regarding the progress of the remedial actions, the Company would like to provide the following updates:

(a) Supplementary Compliance Training

As stated in the Announcement, supplementary compliance training was to be delivered by external legal advisers by the end of the second quarter of 2026. The Company confirms that this training was delivered to the Group’s senior management, finance and accounting teams, project managers, and key staff in the Vietnam operations on 4 June 2026. In addition, following the

completion of the review of the Group's internal compliance framework (as further discussed below), a further round of training will be provided to the Directors (the “**Directors’ Training**”). The purpose of this Directors’ Training is to update the Directors on the key findings and recommendations of the review and the enhanced internal compliance framework of the Group. The Directors’ Training is expected to be completed by the end of October 2026.

(b) Engagement of External Compliance Adviser

The Company has engaged Valtech Risk Consulting Limited (“**Valtech**”) as its external compliance adviser to conduct a comprehensive review of the Group's internal compliance framework in relation to Chapters 14 and 14A of the Listing Rules (the “**External Compliance Review**”). Their core team comprises senior industry experts with 15 to 20 years of experience in accounting, internal and external auditing, valuation, and risk advisory across Hong Kong and the PRC. Key leaders have developed their professional careers at leading international accounting firms (including Big 4 firms) and have served as heads of internal audit for state-owned enterprises. The firm has a robust track record of helping companies satisfy HK Corporate Governance requirements.

The agreed engagement terms and scope of services specifically include:

- (i) reviewing and updating the Group's “internal transaction classification and escalation procedures” (which refers to the “**Existing Internal Procedures**” outlined in the Announcement);
- (ii) developing a Listing Rules compliance checklist and decision tree (the “**Compliance Tools**”). The Compliance Tools will be utilised by management personnel, including department heads, project managers, and the head office finance team (the “**Relevant Management Personnel**”), and will be reviewed and maintained by the head office finance team with the assistance of external legal advisers. The “appropriate training” associated with the Compliance Tools refers to a training session focused on the compliance requirements of Chapters 14 and 14A of the Listing Rules, which will be delivered by Valtech to the Relevant Management Personnel (the “**Compliance Training**”); and
- (iii) establishing a formal pre-execution review mechanism (the “**Pre-execution Review Mechanism**”) for any contracts with a consideration exceeding HK\$10 million (or its equivalent in other currencies). The purpose of the Pre-execution Review Mechanism is to assess, prior to execution, whether such contracts may trigger any notification, announcement or shareholders’ approval requirements under Chapters 14 and 14A of the Listing Rules. Under the Existing Internal Procedures, transactions with a relevant percentage ratio exceeding 5% are escalated to the Board for approval. The Pre-execution Review Mechanism serves as an additional layer of control and does not replace this 5% threshold. The pre-execution review will be conducted by the Group's external legal advisers, who will review the relevant contracts and advise on whether any Chapter 14 or Chapter 14A requirements (including announcement, circular and shareholders’ approval obligations) are triggered.

The comprehensive review is expected to be completed by the end of the third quarter of 2026.

EXPECTED TIMETABLE FOR EXTERNAL COMPLIANCE REVIEW

To keep the Shareholders informed on the progress of the remedial measures, the Company wishes to set out the implementation timetable for the External Compliance Review and the subsequent disclosures on the implementation status of the remedial measures:

Event	Timeframe
Kick-off meeting and Information gathering	completed on 13 July 2026
Performance of the diagnostic review of Existing Internal Procedures.....	completed on 22 July 2026
Completion of External Compliance Review.....	on or before 14 August 2026
Development of the Compliance Tools.....	on or before 27 August 2026
Establishment of Pre-execution Review Mechanism	on or before 27 August 2026
Delivery of the Compliance Training	on or before 31 August 2026
Delivery of the report for External Compliance Review	on or before 14 September 2026
Announcement on the findings and recommendations of the External Compliance Review.....	by the end of October 2026
Directors' Training	by the end of October 2026
The Company will continue to use its best endeavours to ensure full compliance with the Listing Rules on an ongoing basis.	

By order of the Board
Yadong Group Holdings Limited
Xue Shidong
Chairman

Hong Kong, 5 August 2026

As at the date of this announcement, the Company has five executive Directors, namely Mr. Xue Shidong, Mr. Wang Bin, Mr. Xiang Wenbin, Ms. Zhang Yeping and Mr. Jin Rongwei; and three independent non-executive Directors, namely Mr. Zhu Qi, Mr. Ho Kin Cheong Kelvin and Ms. Li Jing.