唐宮(中國)控股有限公司

TANG PALACE (CHINA) HOLDINGS LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1181)

PROFIT ALERT
REDUCTION IN LOSS

This announcement is made by Tang Palace (China) Holdings Limited (the "**Company**", and together with its subsidiaries, the "**Group**") 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 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 (the "**Shareholders**") and potential investors that, according to a preliminary assessment of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2026 (the "**Period**"), the Group is expected to record a loss attributable to owners of the Company ranging from RMB4.0 million to RMB9.0 million for the Period, as compared to a loss attributable to owners of the Company of approximately RMB18.2 million for the six months ended 30 June 2025. The expected reduction in loss was mainly attributable to the combined effect of (i) a significant decrease in fair value losses of financial assets at fair value through profit or loss for the Period, (ii) the reduction in staff costs and partially offset by (iii) a decrease in revenue, driven by declines in both average spending per customer and dine-in traffic.

To adapt to the evolving market environment, the Group has rolled out a series of measures across its operating regions. These include (i) proactively implementing cost-control measures in response to revenue pressures, (ii) collaborating with a renowned hotel brand and expanding through investing in lightly renovated restaurants and (iii) strengthening the family gatherings and festive-themed dining segment. The Board is confident that through its experienced management team, alongside these operational adjustments, and effective cost control initiatives, the Group will be well positioned to navigate market challenges and achieve sustainable development.

The Company is in the process of finalising the Group's interim results for the Period. The information contained in this announcement is only a preliminary assessment made by the Board based on the unaudited consolidated management accounts of the Group available up to the date of this announcement and the latest available information (which have neither been audited nor reviewed by the auditor and the audit committee of the Company), and therefore, is subject to adjustments. Detailed financial results of the Company for the Period will be published in the interim results announcement by the end of August 2026 pursuant to the requirements of the Listing Rules.

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

By Order of the Board
Tang Palace (China) Holdings Limited
WENG Peihe
Chairman

Hong Kong, 7 August 2026

As at the date of this announcement, the Board comprises the following directors:

Executive directors:
Ms. WENG Peihe, Mr. YIP Shu Ming, Mr. CHAN Man Wai, Mr. KU Hok Chiu, Mr. CHEN Zhi Xiong

Independent non-executive directors:
Mr. KWONG Chi Keung, Mr. KWONG Ping Man, Mr. CHAN Kin Shun