千循科技

Qian Xun Technology Limited

千循科技有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 1640)

PROFIT WARNING

This announcement is made by Qian Xun Technology Limited (the "**Company**", 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 (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board (the "**Board**") of directors (the "**Directors**") of the Company wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that, based on a preliminary review of current available information which includes, but not limited to, the Group's unaudited management accounts for the period ended 30 June 2026 (the "**Interim Period**"), the Group expects record a loss and total comprehensive expenses attributable to owners of the Company within the range of approximately RMB120.0 million to approximately RMB130.0 million as compared to profit and total comprehensive income attributable to owners of the Company of approximately RMB51.5 million for the period ended 30 June 2025 (the "**Corresponding Period**").

The expected loss for the Interim Period was mainly attributable to the following factors:

1. The outbreak of the US-Iran war, which led to an increase in freight costs and also caused a decline in the demand of pre-owned electronic products;

2. The launch of the new round of the "Purchase Subsidy Implementation Plan" by the Ministry of Commerce of the PRC effective on 1 January 2026, which narrowed the price gap between pre-owned and brand-new electronic products, resulting in a significant drop in the unit prices of second-hand mobile phones and adversely affecting the Group's pre-owned e-commerce business. Accordingly, the revenue of the Group for the Interim Period is expected to range from approximately RMB242 million to RMB247 million, representing a decrease of approximately 61.8% to 62.6% as compared to the Corresponding Period which recorded approximately RMB647.4 million. In addition, the Group is expected to record a gross loss in the range of approximately RMB13 million to RMB17 million, as opposed to a gross profit of approximately RMB27.6 million in the Corresponding Period; and

3. Subsequent to a review of the Group's trade receivables, prepayments and other receivables, an impairment provision of not less than RMB70.0 million was recorded for the Interim Period. In comparison, an impairment provision of approximately RMB54.7 million was recognized for the year ended 31 December 2025.

As of the date of this announcement, the Company is still in the process of finalizing the interim results of the Group for the Interim Period. The information contained in this announcement is only a preliminary assessment by the Board based on the unaudited consolidated management accounts of the Group for the Interim Period currently available to the Company, and is not based on any figures or information which have been reviewed or confirmed by the audit committee of the Board (the "**Audit Committee**"), or reviewed or audited by the auditors of the Company. The actual results of the Group for the Interim Period may differ from those disclosed in this announcement. They shall not be taken as a measure or indication of the Group's current or future operating or financial performance nor shall they be taken as a representation by the Group of the corresponding figures as may be provided in due course in the Company's interim results announcement for the Interim Period, which is expected to be published by the end of August 2026 in accordance with the requirements of the Listing Rules. As such, the above figures are provided for Shareholders' and investors' reference only. Shareholders and potential investors are advised to read carefully the interim results announcement of the Company for the Interim Period.

Shareholders and potential investors of the Company are advised to exercise due caution when dealing in the securities of the Company. When in doubt, Shareholders and potential investors are advised to seek professional advice from professional or financial advisers.

By Order of the Board
Qian Xun Technology Limited
Sun Changpeng
Chairman and Executive Director

Hong Kong, 7 August 2026

As at the date of this announcement, the executive directors are Mr. Sun Changpeng, Mr. Leng Xuejun and Mr. Li Tianzi and the independent non-executive directors are Ms. Lam Hoi Yan Karen, Mr. Wong Sincere and Mr. Niu Zhongjie.