Hongxing Coldchain (Hunan) Co., Ltd.
紅星冷鏈(湖南)股份有限公司

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 01641)

PROFIT WARNING

This announcement is made by Hongxing Coldchain (Hunan) Co., Ltd. (the "**Company**", together with its subsidiaries, collectively the "**Group**") pursuant to the 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 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 the directors (the "**Director(s)**") of the Company would like to inform the shareholders of the Company (the "**Shareholders**") and potential investors that, based on its preliminary review of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2026 (the "**6M2026**") and information currently available to the Board, the Group is expected to record a net profit in the range of approximately RMB9.0 million to RMB10.0 million, representing a decrease of approximately 74% to 77% in comparison with the net profit of approximately RMB39.7 million for the six months ended 30 June 2025.

The Board believes that the expected decline in the net profit was mainly attributable to the following factors:

1. **Macroeconomic Pressure and Industry Destocking:** Against the backdrop of a macroeconomic downturn, end-consumer demand remained weak. Concurrently, the persistent price inversion in fresh and frozen pork products, where the inventory cost of frozen products exceeded the prevailing spot market price, compressed the arbitrage opportunities for frozen product traders. This led to a contraction in industry-wide warehousing demand. Downstream customers proactively destocked and reduced large-scale storage, resulting in a decline in the Company's warehouse utilisation rate and a corresponding decrease in revenue;

2. **Strategic Support Measures:** Amid the overall operating pressure faced by the industry, the Company introduced preferential policies on shop rents and subsidies on logistics and transportation costs in order to maintain a healthy market ecosystem and support the stable operations of its merchants. These measures resulted in a reduction in the Company's gross profit; and

3. **Exchange Losses:** The conversion of the proceeds from the listing from Hong Kong dollars to Renminbi resulted in exchange losses due to exchange rate fluctuations. This led to a decline in the Company's net profit.

As at the date of this announcement, the Company is in the process of preparing and finalising the interim results of the Group for the 6M2026. The information contained in this announcement is only based on the preliminary assessment of the Group's unaudited consolidated management accounts and information currently available to the Board, which is subject to finalisation and adjustments, if any, and have not been reviewed by the independent auditor and/or the audit committee of the Company.

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

By order of the Board
Hongxing Coldchain (Hunan) Co., Ltd.
紅星冷鏈(湖南)股份有限公司
LUO Yue
Chairman of the Board and non-executive Director

Hong Kong, 7 August 2026

As of the date of this announcement, the Board comprises: (i) Mr. ZHANG Mingsheng and Ms. XU Qunying as executive Directors; (ii) Mr. LUO Yue, Mr. LI Jun, Ms. LU Fenfang and Mr. ZHANG Zhong as non-executive Directors; and (iii) Ms. LI Zhenzhu, Ms. CAI Yanping and Mr. HOW Sze Ming as independent non-executive Directors.