GOME RETAIL HOLDINGS LIMITED
國美零售控股有限公司*
(Incorporated in Bermuda with limited liability)
(Stock Code: 493)

INSIDE INFORMATION

FINANCIAL INFORMATION UPDATE

This announcement is made by GOME Retail Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The board of directors (the "**Board**") of the Company wishes to provide shareholders of the Company and potential investors with the latest update on the Group. During the six months ended 30 June 2026 (the "**Reporting Period**"), the external environment was complex, with China's foreign trade showing resilience, the recovery in domestic demand remained weak, weighing on economic growth. The consumer market fell short of expectations, with the home appliance sector under notable downward pressure, partially mitigated by growth in green and smart products. With limited working capital and a reduced retail network, the Group experienced a contraction in its business operation scale. Based on the preliminary review of the latest management accounts of the Group, the sales revenue of the Group for the Reporting Period is expected to decline by 30% to 50% from RMB297 million for the corresponding period last year.

Despite the foregoing, due to the increase in gains on disposal of subsidiaries (liquidated and deregistered) and impairment losses on financial assets, and the decrease in financial guarantees regarding bankrupted subsidiaries and penalty interest on overdue debts, the Group's loss attributable to owners of the parent during the Reporting Period is expected to decrease by 70% to 90% from RMB1,347 million for the corresponding period last year.

As at 30 June 2026, the principal amount of the Group's overdue interest-bearing bank and other borrowings (including bonds payable) amounted to approximately RMB16.2 billion. The Group has been in active negotiations with relevant banks and interested parties on, amongst others, change of contractual terms or extension of the loan tenor, with an aim to reach mutually agreed settlement terms.

As at 30 June 2026, the Group was involved in a total of 624 pending lawsuits, involving an amount of approximately RMB6.0 billion in aggregate, of which, pending cases involving banks and financial institutions amounted to approximately RMB4.9 billion.

As at 30 June 2026, funds of the Group that have been frozen amounted to approximately RMB24 million in aggregate.

The Group faced a complex environment of both challenges and opportunities. Adhering to our mission and vision of "Better homes and lifestyles through GOME." We focused on our core business and continued to advance reforms and self-rescue efforts along three strategic pillars: Debt Resolution, Asset-Light Transformation and New Business Cultivation, achieving significant progress in multiple areas. In addition, the Company is assessing its assets and liabilities and discussing different structures with its advisers with a view to achieving a holistic solution to the issues currently faced by the Group, including the issues relating to debt, lawsuits and frozen funds as set out above, so as to lay a solid foundation for returning to the track of recovery.

The information contained in this announcement is only based on a preliminary review of the latest management accounts of the Group by the Company's management and is not based on any figures or information that has been audited or reviewed by the auditor or the audit committee of the Company and may be subject to adjustment. Shareholders and potential investors are advised to read carefully the results announcement of the Company for the Reporting Period 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 securities of the Company.

By Order of the Board
GOME RETAIL HOLDINGS LIMITED
Zou Xiao Chun
Executive Director

Hong Kong, 14 August 2026

As at the date of this announcement, the Board comprises Mr. Zou Xiao Chun, Mr. Ding Jiang Ning and Ms. Wei Ting as executive directors and Mr. Wang Gao, Mr. Lui Wai Ming and Mr. Liu Yin Hong as independent non-executive directors.

* *For identification purpose only*