X.J. ELECTRICS (HU BEI) GROUP CO., LTD
湖北香江電器集團股份有限公司

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

(Stock Code: 2619)

PROFIT WARNING

This announcement is made by X.J. Electrics (Hu Bei) Group Co., Ltd. (the "**Company**" and together with its subsidiaries, the "**Group**") in accordance with Rule 13.09(2) of the Rules Governing the Listing of Securities (the "**Listing Rules**") on The Stock Exchange of Hong Kong Limited and the Inside Information Provisions (as defined under the Listing Rules, namely 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 the Group's unaudited consolidated management accounts for the six months ended 30 June 2026, the Group is expected to record a net loss ("**Net Loss**") for the six months ended 30 June 2026 in the range of approximately RMB30 million to RMB35 million, as compared to the net profit of the Group of approximately RMB25.3 million for the six months ended 30 June 2025.

The Group's Net Loss for the six months ended 30 June 2026 was primarily due to the combined effect of the following factors:

(i) Weak overseas market demand and uncertainty over tariff policies: in the first half of 2026, global economic growth slowed, leading to a general decline in demand for small household appliances in the American markets. At the same time, frequent tariff adjustments in key export destinations have placed downward pressure on overseas order volumes;

(ii) Significant increase in raw material costs: since 2026, rising raw material prices have led to an increase in product costs and a decline in profit margins; and

(iii) Increase in exchange losses due to exchange rate fluctuations: during the first half of 2026, the US dollar continued to depreciate against the RMB, and as the currency of settlement of the Group's export business was mainly in US dollars, these exchange rate fluctuations resulted in relatively higher foreign exchange losses.

To address the foregoing challenges, the Group has taken multiple proactive measures, including reinforcing strategic collaboration with major customers, enhancing cost management, and improving operational performance through supply chain optimization, thereby advancing the Group's long-term stable and sustainable development.

The information set out above represents only a preliminary assessment made by the Board based on information currently available to the Group, including the Group's unaudited consolidated management accounts for the six months ended 30 June 2026, which have not been reviewed or audited by the Company's auditor or the audit committee of the Board, and are subject to finalisation and other possible adjustments. Further details of the Group's financial information for the six months ended 30 June 2026 will be disclosed in the Company's interim results announcement, 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 shares of the Company.

By order of the Board
X.J. Electrics (Hu Bei) Group Co., Ltd
Pan Yun
Chairman and Executive Director

Shenzhen, PRC, 14 August 2026

As at the date of this announcement, the executive Directors are Mr. Pan Yun, Ms. Ji Ying (employee representative Director), Ms. Li Youxiang, Ms. Hu Yan, Mr. Guangshe Pan and Mr. Xu Xiping; and the independent non-executive Directors are Dr. Huang Hanxiong, Dr. Li Jiannan and Dr. Gu Zhaoyang.