RSUN SERVICE

Redsun Services Group Limited
弘陽服務集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1971)

PROFIT WARNING

This announcement is made by Redsun Services Group 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 of directors of the Company (the "**Board**") wishes to inform shareholders of the Company (the "**Shareholders**") and potential investors that, based on a preliminary review of the latest available unaudited consolidated management accounts of the Group for the six months ended 30 June 2026 (the "**Period**"), the Group is expected to record a net profit of not more than RMB5 million for the Period (the corresponding period in 2025: net profit of approximately RMB28 million), a net profit attributable to equity holders of the Company of not more than RMB8 million (the corresponding period in 2025: a net profit attributable to equity holders of the Company of approximately RMB24 million).

The expected decline in the profit of the Group for the Period is primarily due to the ongoing impact of market conditions in the real estate industry. The liquidity difficulties encountered by the related real estate developer customers of the Group resulted in an increase in impairment provisions for receivables from related parties, with the bad debt ratio rising from 52.6% for the year ended 31 December 2025 to 56.1% for the Period. Meanwhile, the Group's withdrawal from property management operations for certain projects further drove up the overall bad debt ratio for accounts receivable, which rose from 17.6% for the year ended 31 December 2025 to 21.6% for the Period. The above factors collectively led to a significant increase in the provision for impairment of accounts receivable during the Period, adversely affecting the profit of the Group.

As of the date of this announcement, the Company is still in the process of finalizing the interim results of the Group for the Period. The information contained in this announcement is only based on a preliminary review of the unaudited consolidated management accounts of the Group for the Period, which have not been finalized or reviewed by the auditor of the Company or the audit committee of the Company. The actual financial results of the Group for the Period may differ from those disclosed in this announcement.

Shareholders and potential investors are advised to carefully read the results announcement of the Company for the six months ended 30 June 2026, which will be published by the Company by the end of August 2026.

Shareholders and potential investors should exercise caution when dealing in the securities of the Company.

By Order of the Board
Redsun Services Group Limited
JIA Hongbo
Chairman

Hong Kong, 19 August 2026

As at the date of this announcement, Mr. JIA Hongbo and Mr. CHEN Yichun are the executive Directors; and Mr. LI Xiaohang, Ms. WANG Fen, Mr. ZHAO Xianbo, Mr. TAI Shaw Hoong, and Ms. CHI Lai Man Jocelyn are the independent non-executive Directors.