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萬桐園

CHINA WAN TONG YUAN (HOLDINGS) LIMITED
中國萬桐園(控股)有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 6966)

POSITIVE PROFIT ALERT

This announcement is made by the board of directors (the "**Board**") of China Wan Tong Yuan (Holdings) 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 (Cap. 571 of the Laws of Hong Kong).

The Board wishes to inform shareholders of the Company (the "**Shareholders**") and potential investors that, based on the Board's preliminary review of the Group's consolidated management accounts for the six months ended 30 June 2026 (which have not yet been reviewed or audited by the independent auditors and/or the Audit Committee of the Company), and taking into account the information currently available to the Board, the Group expects to record a profit attributable to owners of the Company and total comprehensive income of approximately RMB1.32 million for the six months ended 30 June 2026, as compared with a loss attributable to owners of the Company of approximately RMB9.39 million for the six months ended 30 June 2025.

The expected turnaround from loss to profit is primarily attributable to:

(i) tax costs rose during the same period last year due to additional tax arising from the reassessment of the value-added tax rate, which was a one-off event and did not affect profit or loss for the six months ended 30 June 2026;

(ii) the macroeconomic environment has improved and market demand has rebounded, demand for and sales of burial plots have increased;

(iii) the decline in the fair value of financial assets at fair value through profit or loss held has slowed, and no significant impairment losses on long-term assets have been recognised for the six months ended 30 June 2026; and

(iv) the Group's continuous commitment to deepen its three-dimensional strategic approach of "geographical expansion, lean cost management and ecosystem development", actively optimising operational management, effectively controlling costs and improving its overall gross profit margin.

As the Company is still in the process of finalising the Group's interim results for the six months ended 30 June 2026, the information contained in this announcement is based solely on the information currently available to the Board and the Board's preliminary review of the unaudited management accounts of the Group for the six months ended 30 June 2026 (which have not yet been reviewed or audited by the Company's independent auditors and/or the Audit Committee of the Company). The Group's actual financial results for the six months ended 30 June 2026 may differ from those disclosed in this announcement. Shareholders and potential investors are advised to carefully read the announcement regarding the Group's interim results for the six months ended 30 June 2026, which is expected to be published by the end of August 2026 in accordance with the Listing Rules.

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

By order of the Board
China Wan Tong Yuan (Holdings) Limited
Zhao Ying
Chairman

Hong Kong, 20 August 2026

As at the date of this announcement, the Board of the Company comprises the chairman and non-executive Director of the Company, namely Ms. Zhao Ying, three executive Directors of the Company, namely Ms. Li Xingying, Ms. Wang Wei and Mr. Yang Yun, and three independent non-executive Directors of the Company, namely Mr. Cheung Ying Kwan, Dr. Wong Wing Kuen Albert and Mr. Choi Hon Keung Simon.