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中國白銀集團
CHINA SILVER GROUP

CHINA SILVER GROUP LIMITED
中國白銀集團有限公司

(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 815)

PROFIT WARNING

This announcement is made by China Silver Group Limited (the "**Company**", and 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 and 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 the shareholders of the Company and potential investors that, based on the Group's unaudited consolidated management accounts for the six months ended 30 June 2026 ("**1H2026**") (which have not been confirmed, reviewed or audited by the Company's auditors or audit committee, and may be subject to adjustment) and other information currently available to the Group, the Group expects to record a net loss attributable to owners of the Company of RMB15 million to RMB25 million for 1H2026, as compared to a net profit attributable to owners of the Company of approximately RMB54.9 million for the six months ended 30 June 2025 ("**1H2025**"). Excluding the impact of the share-based payment expenses and loss on deemed disposal as disclosed below, the Group would have expected to record a net profit attributable to owners of the Company of RMB66 million to RMB76 million for 1H2026.

The expected turnaround from net profit to net loss is mainly attributable to the following factors:

(i) In respect of the Group's Manufacturing segment, the increase in silver prices coupled with a reduction in demand across various silver applications during 1H2026 led to a reduction in the Group's sales of silver ingots in 1H2026;

(ii) The Group recognised share-based payment expenses of approximately RMB57 million under the share award scheme adopted by the Company on 18 June 2025, leading to an increase of administrative expenses for 1H2026; and

(iii) The Group recorded a loss on deemed disposal of approximately RMB34 million in 1H2026 arising from the dilution of the Group's equity interest in its associate, Mount Everest Gold Group Company Limited (stock code: 1815) ("**Everest Gold**"), following the placings of new shares by Everest Gold completed on 6 February 2026 and 13 March 2026.

The aforementioned factors were partially offset by the following factor:

(iv) In respect of the Group's Manufacturing segment, despite the reduction in the sales of silver ingots as disclosed above, the Group expects an increase in its gross profit for 1H2026, mainly because most of the silver ingots sold by this segment during the period were silver inventories of the Group with relatively low procurement costs.

The Company is still in the process of finalising its interim results for 1H2026. Detailed financial information and performance of the Group for 1H2026 will be disclosed in the Company's interim results announcement for 1H2026, which is expected to be published by the end of August 2026.

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

By order of the Board
China Silver Group Limited
Chen Wantian
Chairman

Hong Kong, 21 August 2026

As at the date of this announcement, the executive directors of the Company are Mr. Chen Wantian and Mr. Song Guosheng; and the independent non-executive directors of the Company are Mr. Song Hongbing, Dr. Zeng Yilong and Ms. Song Fangxiu.