China International Holdings Limited

中 翔 國 際 集 團 有 限 公 司

(Incorporated in Bermuda with limited liability)
(Bermuda Company Registration No. 23356)

RESPONSE TO SGX QUERIES ON THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2025

The Board of Directors of China International Holdings Limited (the "**Company**"), and together with its subsidiaries (the "**Group**"), refers to the Company's condensed interim financial statements for the six months ended 30 June 2025 released to Singapore Exchange Securities Trading Limited ("**SGX-ST**") on 13 August 2025. The Company would like to provide the following additional information in reply to the queries raised by SGX-ST on 21 August 2025.

SGX Query

We refer to the Company's financial statements for the period ended 30 June 2025. We note that the Group's current borrowings of RMB 34.2 million, which includes an unsecured amount of RMB 28.0 million, is almost equal to its cash and cash equivalents balance of RMB 34.7 million. The Group also recorded a net operating cash outflow of RMB 11.1 million during the period as well as a significant trade and other payables balance of RMB 132.5 million. In this regard, please disclose the Board's assessment, and the bases for such assessment, on whether the Group will be able to fulfill its short-term liabilities as and when they fall due.

Company's Response

A breakdown and explanation of current liabilities of the Group as of 30 June 2025 is set out below:

	The Group
	30.06.2025
	RMB'000
Trade and other payables [(1)]	132,530
Borrowing – unsecured [(2)]	28,000
Borrowings - secured [(3)]	6,178
Current tax liabilities [(4)]	107
Provision [(5)]	11,000
Lease liabilities [(6)]	47
	177,862

(1): Trade and other payables include, inter alia, trade payables due to supplies and contractors, receipts in advance from customers, and accruals. Included in this amount are receipts in advance from customers of RMB95.18 million. These represent customer deposits/prepayments and are deemed non-financial liabilities which the Group is expected to be able to settle (with the customers) through the progressive delivery of goods and services. As performance obligations are fulfilled under the contracts with customers, the Group does not expect any direct cash outflows to be made. The Group also expects to retain existing lines of credit with its suppliers and contractors.

(2): These are unsecured and repayable on demand, but the Group expects to be able to retain this borrowing until sufficient funds are available to repay this amount.

(3): This item is repayable in the next 12 months, but the Group expects that it will be able to repay this amount on time.

(4): Current tax liabilities is not a significant amount and will be repaid in the next 12 months.

(5): The amount of RMB11.00 million is related to the dividend distribution matter which is now a subject of a legal appeal, and the Group expects to retain this as a provision in the books until there are further developments.

(6): Lease liabilities are not significant in quantum and will be repaid in 12 months.

In conclusion, from a more in-depth analysis of current liabilities outstanding at 30 June 2025 and after taking into account the Group's cash balances and expected operating inflows, the management and Board are of the view that the Group will be able to meet its financial obligations in relation to the said current liabilities in the next 12 months as and when they fall due.

By Order Of The Board
China International Holdings Limited

Shan Chang
Executive Chairman
25 August 2025