CHINA ENVIRONMENTAL RESOURCES GROUP LIMITED
中國環境資源集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1130)

PROFIT WARNING

This announcement is made by China Environmental Resources 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 in 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 update the shareholders of the Company (the "**Shareholders**") and potential investors that, based on the latest information currently available to the Board and the latest consolidated management accounts of the Group, it is expected that the Group 's unaudited consolidated loss for the year ended 30 June 2026 will decrease by not less than 80% compared to the loss for the corresponding year in 2025 of approximately HK$42.9 million.

The Board considers that such decrease in loss was attributable to the combined effect of the following factors for the year ended 30 June 2026: (i) an increase in both revenue and gross profit to approximately HK$147.9 million and approximately HK$23.4 million respectively; (ii) an increase in other income, gains and losses to approximately HK$12.9 million; (iii) a decrease in administrative and operating expenses to approximately HK$32.2 million; (iv) an increase in fair value gain on investment properties to approximately HK$22.7 million; (v) an increase in loss arising from changes in fair value less costs to sell of biological assets to approximately HK$8.6 million; (vi) a decrease in net gain on fair value changes in investments at fair value through profit or loss to approximately HK$0.3 million; (vii) an increase in provision for impairment loss of receivables to approximately HK$8.8 million; (viii) an increase in provision for impairment loss on refundable secured deposit to approximately HK$11.0 million; and (ix) a decrease in income tax credit to approximately HK$1.8 million.

As the Company is still in the process of finalizing the unaudited annual results for the year ended 30 June 2026, the information contained in this announcement is only based on preliminary assessment by the Board in accordance with the latest information currently available and the latest consolidated management accounts of the Group, which are subject to finalization. Such information has not been reviewed or audited by the auditors of the Company nor reviewed by the members of the audit committee of the Company and may be different from the audited consolidated results of the Group for the year ended 30 June 2026.

Shareholders and potential investors are advised to read carefully the announcement for the audited annual results of the Group for the year ended 30 June 2026 which is expected to be published on 30 September 2026. Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

By order of the Board
China Environmental Resources Group Limited
Yeung Chi Hang
Chairman and Chief Executive Officer

Hong Kong, 21 September 2026

As at the date of this announcement, the Board comprises five executive Directors, namely, Mr. Yeung Chi Hang, Mr. Wong Po Keung, Mr. Chung Siu Wah, Mr. Chik To Pan and Mr. Liu Yafei; and three independent non-executive Directors, namely Mr. Heung Chee Hang, Eric, Mr. Lee Chi Ho and Ms. Lai Pik Chi, Peggy.