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MANWAH

MAN WAH HOLDINGS LIMITED

敏華控股有限公司

(Incorporated in Bermuda with limited liability)

(S.. C..: 01999)

INSIDE INFORMATION
PROFIT WARNING

This announcement is made by Man Wah Holdings Limited (the "**Company**" and together with its subsidiaries, the "**Group**") pursuant to the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The board of directors of the Company (the "**Board**") wishes to inform the shareholders (the "**Shareholders**") and potential investors of the Company that based on a preliminary review of the unaudited consolidated financial statements of the Group for the six months ended 30 September 2026 (the "**Period**"), the Group is expected to record a significant decrease of approximately 70% to 90% in its profit attributable to owners of the Company (the "**Profit**") for the Period, as compared with the Profit of approximately HKD1,145.6 million for the corresponding period in 2025.

Based on the Group's currently available information, although the Group's revenue remained stable as compared with the corresponding period of last year, the aforementioned decline in Profit was primarily attributable to:

(1) Since the outbreak of the Middle East conflict, prices of key raw materials in the chemical sector have continued to surge, driving up the production costs of the Group. Meanwhile, competition within the industry has intensified, and there has been a lag in product prices adjustment, failing to fully offset the increase in raw material costs and causing the Group's overall gross profit margin to drop. The Group's revenue remained largely stable during the Period, Profit was primarily impacted by cost pressures.

(2) the operating loss from the US business that was acquired in December 2025 due to the rising cost of raw materials and weak market demand, and Southern Motion, Inc., a direct wholly-owned subsidiary of the acquired company, has filed for Chapter 11 bankruptcy proceedings in the US. There were impairment losses on goodwill and other intangible assets in relation to the acquisition recognised during the Period. For further details of the acquisition and the bankruptcy proceedings of Southern Motion, Inc., please refer to the announcements of the Company dated 18 December 2025, 24 December 2025 and 31 August 2026.

Despite the Group's Profit has fallen sharply due to the aforementioned one-off factors and cost pressures, the fundamentals of the Group's principal business remained solid and revenue remained stable. The Group's management will continue to implement various measures to hedge against the impact of fluctuations in raw material prices, optimise global production footprint, press ahead with the restructuring of the acquired US business, strictly control all operating costs and enhance operational efficiency. The Group remains confident in its overall development in the medium to long term.

The information contained in this announcement is only based on a preliminary assessment by the Board with reference to the unaudited consolidated financial statements of the Group for the Period currently available which have not been reviewed or audited by the external auditor of the Company or reviewed by the audit committee of the Board. The above information may be subject to possible adjustments upon further review.

The Board expects to publish the unaudited consolidated results announcement of the Group for the Period on 16 November 2026.

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

By order of the Board
Man Wah Holdings Limited
Wong Man Li
Chairman

Hong Kong, 12 October 2026

As at the date of this announcement, the executive Directors are Mr. Wong Man Li, Mr. Li, Mr. Ho, Mr. Au, Mr. Ng and Mr. Qiu; and the independent non-executive Directors are Mr. Chan Ka Keung, Ken, Mr. Chan Wing Kee, Mr. Lo Wing Yan, William and Mr. Cheung Ho Yuen, Hoyuen.