Perennial Energy Holdings Limited
久泰邦達能源控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 2798)

INSIDE INFORMATION

PROFIT WARNING

This announcement is made by Perennial Energy Holdings 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 (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).

Unless otherwise defined herein, defined terms in this announcement shall have the same meanings as those defined in the 2025 Annual Report published by the Company on 23 April 2026.

The board of directors of the Company (the "**Board**") wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that, based on the preliminary review on the unaudited consolidated management accounts of the Group for the six months ended 30 June 2026 (the "**Relevant Period**") and information currently available to the Board, the Group expects to record a net loss after tax ranging from approximately RMB40 million to RMB50 million for the Relevant Period, representing a turnaround from a net profit after tax of approximately RMB3.0 million for the corresponding period in 2025.

Such expected turnaround from a net profit to a net loss was primarily due to geological faults and localized seam thinning at the Xiejiahegou Coal Mine, which necessitated a transition to new underground working faces and additional resources to prepare and develop the new working faces, leading to lower coal utilization rates. Furthermore, geological faults at the Hongguo Coal Mine adversely affected the clean coal washing recovery rate, resulting in a lower yield of clean coal output. Despite the continuous execution of operational efficiency measures, persistent inflationary cost pressures across labour, materials, energy, and logistics remained on an upward trend compared to the corresponding period in 2025, further affecting the Group's profitability.

The information contained in this announcement only represents a preliminary assessment by the Board based on the unaudited consolidated management accounts of the Group for the Relevant Period and the information currently available to the Group which have not been reviewed or audited by the Company's auditors nor reviewed by the audit committee of the Company and may be subject to change. The Company is still in the process of finalising the interim results of the Group for the Relevant Period which are expected to be published on or before 31 August 2026 in accordance with the requirements of 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
Perennial Energy Holdings Limited
Yu Bangping
Chairman and Executive Director

Hong Kong, 11 August 2026

As at the date of this announcement, the executive Directors are Mr. Yu Bangping, Mr. Yu Zhilong, Mr. Li Xuezhong, Mr. Lau Kai Ming and Mr. Yu Xiao; and the independent non-executive Directors are Mr. Fong Wai Ho, Mr. Punnya Niraan De Silva, Mr. Si Zeyu and Ms. Yau Shu Shan.