Grand Ocean Advanced Resources Company Limited
弘海高新資源有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 65)

PROFIT WARNING
AND
UPDATE ON THE INVESTMENT IN THE COPPER MINE LOCATED IN LAOS
AND
DATE OF BOARD MEETING

PROFIT WARNING

This announcement is made by Grand Ocean Advanced Resources Company 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 and the Inside Information Provisions 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 inform the shareholders of the Company (the "**Shareholders**") and potential investors that, based on the preliminary assessments of the unaudited consolidated management accounts of the Group for the year ended 31 December 2025 (the "**Unaudited Management Accounts**") and the latest information available to the Board, the Group is expected to record a loss after tax of approximately HK$70 million as compared to a loss after tax of approximately HK$63.8 million for the year ended 31 December 2024.

The expected loss is primarily attributable to the recognition of (i) an impairment loss on the non-financial assets of the Group's coal mining business cash-generating unit of approximately HK$44 million, resulting from the decrease in projected annual coal production to 850,000 tonnes for the financial year ended 31 December 2025 as compared to 900,000 tonnes for the financial year ended 31 December 2024 in view of the reduction of coals produced in 2025 (approximately 870,000 tonnes), along with the continued increase in capital expenditures and operating costs; and (ii) addition of expected credit losses on the loan to an associate of approximately HK$8 million, considering the increasing aging and changes in the market and general economic environment under the expected credit loss model.

As at the date of this announcement, the Company is still in the process of finalising the Unaudited Management Accounts. The information contained in this announcement is only based on the Board's preliminary assessments on the Unaudited Management Accounts and other information currently available to the Company and is not based on any financial data or information that has been audited or reviewed by the Company's independent auditor or the audit committee of the Board. The results announcement of the Group for the year ended 31 December 2025 is expected to be published by the Company on 31 March 2026.

UPDATE ON THE INVESTMENT IN THE COPPER MINE LOCATED IN LAOS

Reference is made to the interim report of the Company for the six months ended 30 June 2025 (the "**2025 Interim Report**") in relation to the investment in the copper mine located in Laos. Unless otherwise defined in this announcement, capitalised terms used herein shall have the same meanings as those defined in the 2025 Interim Report.

As disclosed in the 2025 Interim Report, the Group engaged a Laos legal adviser to commence the legal proceedings in Laos and the Group was in the process of preparing, through its Laos legal adviser, an application and relevant documents for the local village committee to initiate mediation as prerequisite procedures for legal proceedings in Laos pursuant to the Laos laws.

As part of the mediation process, Big Wish Global, being the 52% shareholder of Thaisan Jiujiu, requested that a shareholders' meeting be convened to change the legal representative of Thaisan Jiujiu. On 14 November 2025, the shareholders' meeting of Thaisan Jiujiu was held with sufficient quorum and the resolutions regarding the change of legal representative were duly passed by more than half of the votes. However, despite the involvement of the local village committee, the minority shareholder refused to cooperate with any subsequent procedures regarding the change of legal representative.

Following the completion of the mediation process through the local village committee, the Laos legal adviser submitted a petition to the court on 15 December 2025, requesting the court to confirm the validity of the shareholders' meeting resolution and to approve the transfer of all the management right to the new legal representative nominated by the Group. After a preliminary review of the materials, the court advised that the Group should first submit an application to the Ministry of Industry and Trade for an official reply on the validity of the shareholders' meeting resolution regarding the change of legal representative. As at the date of this announcement, the application has been submitted to the Ministry of Industry and Trade and pending for the reply.

The Laos legal adviser will take appropriate action(s) in accordance with the latest progress of the legal proceeding in Laos. Further announcement(s) will be made by the Company in relation to any material development of the aforesaid matters as and when appropriate and in accordance with the Listing Rules.

DATE OF BOARD MEETING

The Board announces that a meeting of the Board will be held on Tuesday, 31 March 2026, for the purposes of, among other things, considering and approving the audited annual results of the Group for the year ended 31 December 2025 and its publication and considering the recommendation of the payment of a final dividend (if any).

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

By Order of the Board
Grand Ocean Advanced Resources Company Limited
Ng Ying Kit
Executive Director

Hong Kong, 11 March 2026

As at the date of this announcement, the Board comprises one executive Director, namely Mr. Ng Ying Kit; one non-executive Director, namely Ms. Kwong Pui Yin; and three independent non-executive Directors, namely Mr. Lee Wai Ming, Mr. Chang Xuejun and Mr. Li Juhui.