Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

NAN NAN RESOURCES ENTERPRISE LIMITED
南南資源實業有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 1229)

POSITIVE PROFIT ALERT

This announcement is made by Nan Nan Resources Enterprise Limited (the "**Company**") together with its subsidiaries, collectively the "**Group**") pursuant to Rule 13.09(2)(a) 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 under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board (the "**Board**") of directors (the "**Directors**") of the Company wishes to inform the shareholders (the "**Shareholders**") of the Company and potential investors that based on the preliminary review of the latest unaudited consolidated management accounts of the Group, the Group would be expected to record a change (the "**Change**") from approximately HK$3.44 million in loss for the six months ended 30 September 2025 (the "**2025 Interim Period**") to not less than approximately HK$45.00 million in profit for the six months ended 30 September 2026 (the "**2026 Interim Period**"). The final figures of the profit of the Group for the 2026 Interim Period are subject to adjustments (if any) to be made under applicable accounting principles.

The Change during the 2026 Interim Period was mainly attributable to the following factors:-

(i) a gain on fair value change of the HK$200,000,000 zero-coupon convertible bond issued in 2008 by the Company (to mature on 13 March 2029) (the "**Convertible Bond**"), which is designated as financial liabilities at fair value through profit or loss of approximately HK$52.76 million;

(ii) a decrease in selling and distribution expenses by approximately HK$6.39 million; and

(iii) an increase in administrative and other operating expenses of approximately HK$15.56 million.

As described above, one of the key factors for the Change is the significant change in fair value of the Convertible Bond, which was mainly due to the significant change in the stock price of the Company during the 2026 Interim Period. For illustration purposes only, without taking into account the effect of the said change in fair value of the Convertible Bond during the 2026 Interim Period as set out in sub-paragraph (i) above, it is expected that the Group will record a loss of not more than approximately HK$7.76 million for the 2026 Interim Period.

The Company is still in the process of finalizing its unaudited consolidated financial results of the Group for the 2026 Interim Period. The information contained in this announcement is solely based on the preliminary assessment made by the Board with reference to the unaudited consolidated management accounts and the information currently available to the Board, which have not been audited or reviewed by the Company's auditor and audit committee and are subject to adjustments where necessary. As such, the interim results may be different from the information contained in this announcement.

Shareholders and potential investors are advised to refer to the interim results announcement of the Group for the 2026 Interim Period when it is published. Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board
Nan Nan Resources Enterprise Limited
Kwan Man Fai
Chairman and Managing Director

Hong Kong, 20 November 2026

As at the date of this announcement, the Board comprises four executive directors, namely Mr. Kwan Man Fai, Mr. Wong Sze Wai, Mr. Li Chun Fung and Ms. Tong Yuk Ying Angel; and three independent non-executive directors, namely Dr. Wong Man Hin Raymond, Mr. Chan Yiu Fai Youdey and Mr. Pak Wai Keung Martin.