GREENHEART GROUP LIMITED

綠心集團有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 94)

INSIDE INFORMATION

PROFIT ALERT – SUBSTANTIAL REDUCTION IN LOSS

This announcement is made by Greenheart Group Limited (the "**Company**", together with its subsidiaries, 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 in 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 of the Company (the "**Shareholders**") and potential investors that, based on the Board's preliminary reviewed of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2026 (the "**Period**") and the information currently available, the Group expects that the net loss for the Period will be reduced by not less than 85%, compared to the net loss for the corresponding period last year of HK$97,598,000.

The Group considers that the significant improvement of financial performance of the Group was mainly due to the net effect of the following matters:

(i) a net gain of approximately HK$26.7 million (2025: nil) arising from the very substantial disposal of plantation forest assets and related property, plant and equipment in New Zealand (the "**Disposal**"), comprising a gain on disposal of approximately HK$59.4 million, offset by related disposal costs of approximately HK$32.7 million recognised during the Period.

    Further details of the Disposal are set out in (i) the Company's announcements dated 10 September 2025, 30 September 2025, 19 December 2025 and 2 February 2026; (ii) the circular of the Company dated 7 November 2025; and (iii) the poll results announcement of the Company for the special general meeting dated 24 November 2025;

(ii) a fair value loss of approximately HK$9.1 million (2025: fair value gain of HK$22.7 million) in respect of the plantation forest assets located in New Zealand. The fair value loss was primarily attributed to a decrease in log selling prices amid challenging market conditions; and

(iii) a decrease of approximately HK$88.4 million in the loss from discontinued operation from Suriname division.

During the six months ended 30 June 2025, the Group disposed of the majority of its loss-making subsidiaries in Suriname to an independent third party and ceased the operation in Suriname. As these subsidiaries were in an aggregate net liability position, the proceeds from the disposal were insignificant.

The information contained in this announcement is only based on a preliminary assessment by the Board based on the information currently available to it, including the latest unaudited management accounts of the Group prepared by management of the Company, which have not yet been finalised as at the date of this announcement and may subject to possible adjustments upon further review. Details of the performance of the Group for the Period will be disclosed in the unaudited consolidated interim results announcement of the Company, which is expected to be published by the end of August 2026.

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

By Order of the Board
Greenheart Group Limited
Ding Wai Chuen
Executive Director and Chief Executive Officer

Hong Kong, 7 August 2026

As at the date hereof, the Board comprises one executive Director, namely Mr. Ding Wai Chuen, three non-executive Directors, namely Mr. Cheng Chi-Him, Conrad, Mr. Lee Chi Hin, Jacob and Ms. Suen Chung Yan, Julia, and three independent non-executive Directors, namely Mr. Wong Man Chung, Francis, Mr. Cheung Pak To, Patrick and Mr. To Chun Wai.

Website: http://www.greenheartgroup.com