

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 view of the latest unaudited consolidated management accounts of the Group, it is expected that the Group will record an increase from approximately HK\$37.70 million in profit for the year ended 31 March 2024 (the “**FY2024**”) to not less than HK\$80.00 million in profit for the year ended 31 March 2025 (the “**FY2025**”).

The increase in profit for FY2025 was primarily due to the net effect of the following factors:

- (i) an increase in gross profit to approximately HK\$153.53 million during FY2025, as compared to approximately HK\$43.14 million during FY2024, mainly due to a significant increase in the coal mining business of the Company;
- (ii) an exchange gain of approximately HK\$11.15 million during FY2025, as compared to an exchange loss of approximately HK\$3.46 million during FY2024;

- (iii) a gain on fair value change of the zero-coupon convertible bond issued by the Company to be matured on 13 March 2026 with an aggregate principal amount of HK\$200,000,000 issued in 2008 (the “**Convertible Bond**”), which is designated as financial liabilities at fair value through profit or loss (“**FVPL**”) of approximately HK\$11.15 million for FY2025, as compared to a gain on fair value change of the Convertible Bond designated as financial liabilities at FVPL of approximately HK\$62.79 million during FY2024; and
- (iv) an increase in income tax expenses to approximately HK\$31.79 million during FY2025, as compared to approximately HK\$0.79 million during FY2024.

The Company is still in the course of finalising its annual results of the Group for FY2025. 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 were necessary. As such, the annual results may be different from the information contained in this announcement. Details of the financial information for FY2025 will be disclosed in the annual results announcement of the Group which is expected to be published by the end of June 2025 in accordance with the requirements under 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
Nan Nan Resources Enterprise Limited
Kwan Man Fai
Chairman and Managing Director

Hong Kong, 16 June 2025

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.