

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.

TIAN CHENG HOLDINGS LIMITED **天成控股有限公司**

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2110)

PROFIT ALERT – REDUCTION IN LOSS

This announcement is made by Tian Cheng Holdings 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 (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 of directors of the Company (the “**Board**”) wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that, based on a preliminary assessment and analysis of the Group’s unaudited consolidated management accounts for the year ended 31 May 2024 (the “**Reporting Period**”) and the information currently available to the Board, the Group expects to record a net loss attributable to the Shareholders of not more than approximately HK\$45.0 million for the Reporting Period, representing a substantial reduction in net loss by approximately HK\$42.0 million or approximately 48.3% as compared to the net loss attributable to the Shareholders of approximately HK\$87.0 million recorded for the year ended 31 May 2023 (“**FY2023**”).

The reduction in net loss for the Reporting Period as compared to FY2023 was mainly attributable to the following reasons:

- (i) the increase in revenue in marine construction works, other civil engineering works and vessel chartering services by approximately HK\$20.7 million during the Reporting Period;
- (ii) the increase in revenue from new business segment, health and wellness services by approximately HK\$4.6 million;
- (iii) the decrease in the cost of sales by approximately HK\$5.2 million during the Reporting Period;
- (iv) the decrease in impairment losses of property, plant and equipment and right-of-use assets by approximately HK\$8.9 million during the Reporting Period; and

- (v) reversal of impairment losses under expected credit losses model on contract assets, trade receivables, deposits and other receivables of approximately HK\$1.5 million (FY2023: impairment losses of approximately HK\$1.6 million).

The Company is currently in the process of finalising the consolidated annual results of the Group for the Reporting Period. The information contained in this announcement is only based on the Board's preliminary assessment of the unaudited consolidated management accounts of the Group for the Reporting Period and information currently available to the Board, which has not been confirmed or reviewed by the Company's independent auditors and/or the audit committee of the Company. The annual results of the Group for the Reporting Period is expected to be published on 26 August 2024.

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

By order of the Board
Tian Cheng Holdings Limited
Zheng Yanling
Chairman and Executive Director

Hong Kong, 12 August 2024

As at the date of this announcement, the Board comprises six Directors, namely Ms. Zheng Yanling, Mr. Ouyang Jianwen, Mr. Luo Hao and Mr. Wong Yuk as executive Directors; and Mr. Wan San Fai Vincent and Mr. Wen Xiaoxiao as independent non-executive Directors.