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YONGAN HOLDINGS

浙江永安融通控股股份有限公司

ZHEJIANG YONGAN RONGTONG HOLDINGS CO., LTD.*

(a joint stock limited company incorporated in the People's Republic of China)

(Stock code: 08211)

**(i) MAJOR AND CONNECTED TRANSACTION
IN RELATION TO PROVISION OF FINANCIAL ASSISTANCE;
(ii) UPDATE ON RESUMPTION PROGRESS;
AND
(iii) CONTINUED SUSPENSION OF TRADING**

THE LOAN AGREEMENT

Reference is made to the announcement of the Company dated 19 February 2025 in relation to the non-compliance with the GEM Listing Rules regarding certain advance payments in the aggregate amount of RMB167,726,664 made to the controlling shareholders of the Company without compliance with the disclosure and approval procedures required under Chapters 19 and 20 of the GEM Listing Rules. The Board announces that on 30 April 2025, the Company, as lender, entered into the Loan Agreement with Zhejiang Yongli as borrower and Zhejiang Yongli Warp as guarantor to formalise and govern the repayment terms of the Non-compliance Advance Payments.

Pursuant to the Loan Agreement, the loan has a term commencing from the respective dates of the advances and expiring on 30 December 2025 and bears interest at 3.1% per annum, with reference to the Loan Prime Rate published by the People's Bank of China. Interest accrues from the respective dates of the advances until the actual repayment date, and early repayment is permitted. Interest shall be payable in two installments, with the first payment due on 30 June 2025, and the second interest payment together with the outstanding principal amount of the loan shall be repayable on or before 30 December 2025. The loan is secured by a pledge by Zhejiang Yongli in favour of the Company of 62.88% equity interest held by Zhejiang Yongli in the guarantor and Zhejiang Yongli Warp has agreed to provide a joint liability guarantee in favour of the Company for the repayment obligations of Zhejiang Yongli under the Loan Agreement, including all outstanding principal, interest accrued therein and any applicable penalty interest, which shall remain effective until all such amounts have been fully repaid.

The Board further noted that, prior to the execution of the Loan Agreement, Zhejiang Yongli, at the request of the Company, had repaid RMB10,000,000 and RMB10,726,664 to the Company on 24 March 2025 and 31 March 2025 respectively, representing partial repayment of the Non-compliance Advance Payments. The Board considers that such repayments form part of the Company's remedial actions to rectify the Non-compliance Advance Payments.

GEM LISTING RULES IMPLICATIONS

The Non-compliance Advance Payments constituted provision of financial assistance by the Company to Zhejiang Yongli. As one or more of the applicable percentage ratios calculated pursuant to Rule 19.07 of the GEM Listing Rules in respect of the Non-compliance Advance Payments exceeds 25%, the Non-compliance Advance Payments constituted a major transaction of the Company under Rule 19.06 of the GEM Listing Rules. The Loan Agreement was entered into as a remedial measure to formalise and govern the repayment terms of the Non-compliance Advance Payments. As such, the entering into of the Loan Agreement is regarded as a major transaction of the Company under Chapter 19 of the GEM Listing Rules.

As at the date of this announcement, Zhejiang Yongli holds 65% equity interest in Guizhou Yongli, which in turn owns approximately 55.29% of the total issued share capital of the Company. As a result, both Zhejiang Yongli and Guizhou Yongli are connected persons of the Company under the GEM Listing Rules. Accordingly, the Loan Agreement also constitutes connected transaction under Chapter 20 of the GEM Listing Rules.

Since one or more of the applicable percentage ratios (other than the profits ratio) calculated pursuant to Rule 19.07 in respect of the Loan Agreement exceed 5%, the Loan Agreement is a non-exempt connected transaction and is subject to the reporting, announcement, circular, independent financial advice and independent shareholders' approval requirements under Chapter 20 of the GEM Listing Rules.

INDEPENDENT BOARD COMMITTEE AND INDEPENDENT FINANCIAL ADVISER

The Independent Board Committee, comprising all the independent non-executive Directors, has been formed to advise the Independent Shareholders in respect of the Loan Agreement and the transactions contemplated thereunder. An independent financial adviser will be appointed to advise the Independent Board Committee and the Independent Shareholders in respect of the Loan Agreement and the transactions contemplated thereunder.

EGM

The Independent Shareholders will consider and, if though fit, approve, confirm and ratify the Loan Agreement and the transactions contemplated thereunder at the EGM.

A circular containing, among other things, (i) further details of the Loan Agreement and the transactions contemplated thereunder; (ii) a letter of recommendation from the Independent Board Committee; (iii) a letter of advice from the independent financial adviser; and (iv) a notice of EGM, will be despatched to the Shareholders on or before 23 May 2025 pursuant to the requirements under the GEM Listing Rules.

UPDATE ON RESUMPTION PROGRESS

References are made to the announcements of the Company dated 19 March 2025 and 2 April 2025 in relation to, among other things, (i) the resumption guidance received from the Stock Exchange on 17 March 2025; and (ii) the additional resumption guidance received from the Stock Exchange on 1 April 2025.

Prior to the issuance of the resumption guidance by the Stock Exchange, the Company had already taken certain rectification steps following the identification of the Non-compliance Advance Payments. As disclosed in the Company's announcement dated 3 March 2025, these include the suspension of all executive duties of Mr. Zhan Fahui, the chairman of the Board and executive Director and the formation of a compliance committee to strengthen oversight of compliance matters. The entering into of the Loan Agreement also forms part of the Company's remedial actions to regularise the arrangement and to ensure that the terms governing the financial assistance are properly formalised.

As at the date of this announcement, the Company has also identified potential candidates for both the independent internal control review and the forensic investigation. The Company is currently working with professional parties to finalise the scope of work for forensic investigation, and the Company will further devise the scope of work for the internal control review once the preliminary findings of the forensic investigation are available. The Company expects that the forensic investigator will circulate the first draft of its report of findings to the Board and the compliance committee of the Company by June 2025. Upon receipt of such findings, the Company will proceed with the internal control review, identify and rectify any material internal control deficiencies as appropriate. The key findings of both the forensic investigation and the internal control review are expected to be announced by October 2025.

CONTINUED SUSPENSION OF TRADING

Trading in the Shares on the Stock Exchange has been suspended with effect from 9:00 a.m. on 21 February 2025 and will remain suspended until the Company has met all resumption guidance, remedied the issues causing its trading suspension and fully complied with the GEM Listing Rules to the satisfaction of the Stock Exchange.

The execution of the Loan Agreement by the Company and Zhejiang Yongli, this announcement and subsequent shareholders' approval to be sought in this regard do not indicate that the Stock Exchange is satisfied that the Company has fulfilled any resumption guidance.

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

Reference is made to the announcement of the Company dated 19 February 2025 in relation to the non-compliance with the GEM Listing Rules regarding certain advance payments in the aggregate amount of RMB167,726,664 made to the controlling shareholders of the Company without compliance with the disclosure and approval procedures required under Chapters 19 and 20 of the GEM Listing Rules (the “**Non-compliance Advance Payments**”). As disclosed in the abovementioned announcement, the non-compliance was identified during the audit of the Group’s financial results for the year ended 31 December 2024. The Company Secretary discovered certain transactions between the Company (as lender) and Zhejiang Yongli and Guizhou Yongli (on behalf of Zhejiang Yongli).

Based on the internal review by the supervisory committee of the Company, it was found that on 31 December 2024, three payments totaling RMB111,726,664 were advanced from the Company to Guizhou Yongli, and on 2 January 2025, one payment of RMB56,000,000 was advanced from the Company to Zhejiang Yongli for working capital purposes. These transactions were executed via online banking under the authorisation of Mr. Zhan Fahui, the Company’s legal representative, chairman and executive director, but without compliance with the disclosure and approval procedures required under Chapters 19 and 20 of the GEM Listing Rules. Since then, the Company has been maintaining close dialogue with Zhejiang Yongli to negotiate formal terms and rectify the situation through a proper loan agreement.

The Board announces that on 30 April 2025, the Company, as lender, entered into a loan agreement (the “**Loan Agreement**”) with Zhejiang Yongli as borrower and Zhejiang Yongli Warp as guarantor to formalise and govern the repayment terms of the Non-compliance Advance Payments.

THE LOAN AGREEMENT

On 30 April 2025, the Company entered into the Loan Agreement with Zhejiang Yongli and Zhejiang Yongli Warp, the principal terms of which are as follows:

- Date** : 30 April 2025
- Parties** : (i) The Company (as lender)
- (ii) Zhejiang Yongli (as borrower)
- (iii) Zhejiang Yongli Warp (as guarantor)
- Total principal amount** : The aggregate principal amount of the loan is RMB167,726,664, including:
- on 31 December 2024, the Company advanced three tranches of funds in the aggregate amount of RMB111,726,664 to Guizhou Yongli, a subsidiary of Zhejiang Yongli, for and on behalf of Zhejiang Yongli; and
 - on 2 January 2025, the Company further advanced RMB56,000,000 directly to Zhejiang Yongli.

As at the date of the Loan Agreement, Zhejiang Yongli had repaid RMB10,000,000 and RMB10,726,664 to the Company on 24 March 2025 and 31 March 2025 respectively. Accordingly, the outstanding balance for the principal amount of the Non-compliance Advance Payments amounts to RMB147,000,000.

Loan term : The loan term shall commence from the respective dates of the advances and will be mature on 30 December 2025 (the “**Maturity Date**”). In the event that Zhejiang Yongli requests an extension of the loan upon maturity, the Company may only grant such extension subject to compliance with the applicable requirements under the GEM Listing Rules, including, where necessary, disclosure by way of announcement and circular, and approval by the independent shareholders of the Company at general meeting.

Interest and Repayment Terms : Zhejiang Yongli shall pay interest to the Company at an annual rate of 3.1%, which is determined with reference to the Loan Prime Rate published by the People’s Bank of China. Interest shall be calculated on a 365-day year basis based on the actual number of days elapsed.

Interest shall be payable in two installments, with the first payment due on 30 June 2025 and the remaining interest together with the outstanding principal shall be repaid in full on or before the Maturity Date. Interest accrues up to and including the day of repayment.

Taking into account the interest accrued, and the interest on the remaining outstanding principal amount of RMB147,000,000 up to the Maturity Date, the total interest payable under the Loan Agreement is estimated to be approximately RMB4.7 million.

Early repayment : Zhejiang Yongli shall have the right to repay the principal and any accrued interest in whole or in part at any time prior to the Maturity Date. For early repayment, the interest payable by Zhejiang Yongli shall be calculated using the following formula:

Interest payable = Outstanding principal amount × 3.1% × Actual number of days elapsed/365

Default interest : If Zhejiang Yongli fails to repay any principal or interest when due, the Company shall be entitled to charge default interest on the overdue amount at an additional rate of 3.1% per annum (on top of the standard interest rate of 3.1%), calculated on a daily basis from the due date to the actual date of repayment based on the actual number of days elapsed.

The Company shall also be entitled to demand Zhejiang Yongli Warp to fulfil its joint liability guarantee for the repayment of the outstanding principal, interest accrued therein and penalty interest. For the avoidance of doubt, such penalty interest is compensatory in nature and shall not exempt Zhejiang Yongli from their obligation to pay regular interest.

Guarantee : Zhejiang Yongli Warp has agreed to provide a joint liability guarantee in favour of the Company for the repayment obligations of Zhejiang Yongli under the Loan Agreement, including all outstanding principal, interest and any applicable penalty interest. The guarantee shall remain effective until all such amounts have been fully repaid.

Pledged security : The entire 62.88% of equity interest of Zhejiang Yongli Warp legally and beneficially owned by Zhejiang Yongli, the value of which is more than sufficient to cover the outstanding principal amount of the loan and interest amount to be incurred.

According to the unaudited management accounts of Zhejiang Yongli Warp for the year ended 31 December 2024, Zhejiang Yongli Warp had net assets of approximately RMB1,200.58 million, including land and buildings with a site area of approximately 96,392 square metres and gross floor area of approximately 61,591.82 square metres. Based on a valuation report prepared by an independent PRC valuer, adopting the market approach for the land use rights and the replacement cost approach for the buildings, the market value of such land and buildings was assessed to be approximately RMB340.98 million as at 8 April 2025.

According to the announcement of the Company dated 3 January 2024, the Company has leased 8,672.57 square metres of such property held by Zhejiang Yongli Warp for a lease term of 10 years.

Apart from the land and buildings, other assets of Zhejiang Yongli Warp include approximately RMB170 million in bank wealth management products and approximately RMB86.74 million in long-term equity investments.

During the term of the loan, Zhejiang Yongli is obliged not to sell, transfer, pledge or otherwise dispose of the pledged 62.88% equity interest in Zhejiang Yongli Warp. In addition, both Zhejiang Yongli and Zhejiang Yongli Warp have undertaken not to dispose of or transfer the above-mentioned assets of Zhejiang Yongli Warp, or cause any material impairment in their value.

Representation and undertaking

: If Zhejiang Yongli fails to pay the interest due on 30 June 2025, or fails to repay the outstanding principal and accrued interest on or before the Maturity Date, the Company or its nominee shall have the right, at its discretion, to take one or more of the following enforcement actions:

- (i) demand immediate repayment of all outstanding amounts, interest and penalty interest from Zhejiang Yongli;
- (ii) require Zhejiang Yongli Warp to perform its joint liability guarantee;
- (iii) enforce the pledged 62.88% equity interest in Zhejiang Yongli Warp; and/or
- (iv) apply for execution against Zhejiang Yongli Warp's assets through legal proceedings due to its joint liability guarantee.

Any proceeds recovered from enforcement actions shall be applied towards repayment of all outstanding principal, interest accrued therein and penalty interest. The Company reserves the right to pursue further recovery if the proceeds are insufficient to cover the total outstanding liabilities.

Zhejiang Yongli Warp has represented that, as at the date of the Loan Agreement, it has no undisclosed liabilities or contingent obligations that may have a material adverse impact on its ability to perform its joint liability guarantee obligations.

Zhejiang Yongli Warp has also undertaken that, during the term of the loan, it shall promptly notify the Company if it incurs or proposes to incur any additional liabilities or contingent obligations that may affect its ability to fulfil the joint liability guarantee, and shall, upon the Company's reasonable request, provide supplemental information or additional security arrangements.

Others : The Loan Agreement is subject to the approval by the independent shareholders of the Company at its general meeting. If such approval is not obtained, Zhejiang Yongli shall immediately repay all outstanding amount of the Non-compliance Advance Payments.

REASONS FOR AND BENEFITS OF THE LOAN AGREEMENT

The Loan Agreement was entered into for the purpose of documenting and regulating the advance payments previously made to the controlling shareholders of the Company, which were not in compliance with the disclosure and approval requirements under the GEM Listing Rules. It also represents part of the Company's remedial actions to regularise the arrangement and to ensure that the terms governing the financial assistance are properly formalised.

Given the current liquidity position of Zhejiang Yongli, they are unable to repay the entire outstanding sum of the Non-compliance Advance Payments immediately. The Company considers it more prudent to provide Zhejiang Yongli with a one-year repayment period to recover the outstanding loan amount under a formalised agreement, rather than forcing immediate repayment which may otherwise result in default and legal proceedings. The Company considers that it would be costly and time consuming to initiate legal proceedings against Zhejiang Yongli and such costs would be substantial and would have immediate adverse effect on the cashflow position of the Group. In addition, it would not be reasonable or commercially justifiable for the Company to initiate legal proceedings at present given that the Company has secured a formalised loan arrangement under which:

- (i) Zhejiang Yongli agreed to provide a pledge of 62.88% equity interest in Zhejiang Yongli Warp as security;
- (ii) Zhejiang Yongli Warp has provided a joint liability guarantee in favour of the Company for the repayment obligations of Zhejiang Yongli; and
- (iii) the Loan Agreement would formalise other principal terms of the loan including a defined repayment schedule and an interest of 3.1% per annum, which provides interest income to the Group during the loan period.

According to the unaudited management accounts of Zhejiang Yongli Warp for the year ended 31 December 2024, Zhejiang Yongli Warp had net assets of approximately RMB1,200.58 million, including land and buildings with a site area of approximately 96,392 square metres and gross floor area of approximately 61,591.82 square metres. Based on a valuation report prepared by an independent PRC valuer, adopting the market approach for the land use rights and the replacement cost approach for the buildings, the market value of such land and buildings was assessed to be approximately RMB340.98 million as at 8 April 2025. Part of these buildings are currently leased by the Group for operational use. The Directors consider that the net asset value of Zhejiang Yongli Warp is more than sufficient to cover the outstanding loan amount and the interest payable under the Loan Agreement (including the interest income to be generated for the Group), and that the provision of such security, together with the commercial terms of the Loan Agreement, is fair and reasonable and in the interests of the Company and its shareholders as a whole.

Although the Non-compliance Advance Payments were made without proper disclosure and approval under the GEM Listing Rules, the Company has since demonstrated its intention to rectify the non-compliance by entering into a formal agreement and subjecting it to independent shareholders' scrutiny. The Loan Agreement formalises key terms (such as interest rate, maturity, and security) and provides a contractual framework to govern repayment.

The Loan Agreement will be put forward to the Independent Shareholders for approval at the EGM. If they vote against it, the Company will take immediate steps to demand full repayment.

INFORMATION ON THE PARTIES

The Company

The Company is a joint stock limited company established in the PRC and the H Shares are listed on the GEM. The principal activities of the Group are (i) the manufacture, research and development and sale of woven fabrics; and (ii) the provision of subcontracting services.

Zhejiang Yongli

Zhejiang Yongli was established in 1993 and has a registered share capital of RMB5,800 million. The majority ownership of the company is held by Mr. Zhou Yongli, who owns approximately 91.82% of the shares, while Ms. Xia Wanmei, his spouse, owns approximately 4.15%. As at the date of this announcement, the company holds 65% interests in Guizhou Yongli. The company's business includes industrial trade (textiles, printing and dyeing, thermal power, catering, and commerce), real estate (construction, building materials, and properties), and financial industry (investment in banking, insurance, leasing, and investment funds).

Zhejiang Yongli Warp

Zhejiang Yongli Warp Knitting Co, Ltd. was established in 1986 and has a registered share capital of RMB80 million. The company is a subsidiary of Zhejiang Yongli and principally engaged in the research, development production, sales and service of lace garment fabric, wall cloth, curtain fabrics and ready-made curtains. It has more than 20-year experience in foreign trade business.

GEM LISTING RULES IMPLICATIONS

The Non-compliance Advance Payments constituted provision of financial assistance by the Company to Zhejiang Yongli. As one or more of the applicable percentage ratios calculated pursuant to Rule 19.07 of the GEM Listing Rules in respect of the Non-compliance Advance Payments exceeds 25%, the Non-compliance Advance Payments constituted a major transaction of the Company under Rule 19.06 of the GEM Listing Rules. The Loan Agreement was entered into as a remedial measure to formalise and govern the Non-compliance Advance Payments. As such, the entering into of the Loan Agreement is regarded as a major transaction of the Company under Chapter 19 of the GEM Listing Rules.

As at the date of this announcement, Zhejiang Yongli holds 65% equity interest in Guizhou Yongli, which in turn owns approximately 55.29% of the total issued share capital of the Company. As a result, both Zhejiang Yongli and Guizhou Yongli are connected persons of the Company under the GEM Listing Rules. Accordingly, the Loan Agreement also constitutes connected transactions under Chapter 20 of the GEM Listing Rules.

Since one or more of the applicable percentage ratios (other than the profits ratio) calculated pursuant to Rule 19.07 in respect of the Loan Agreement exceed 5%, the Loan Agreement is a non-exempt connected transaction and is subject to the reporting, announcement, circular, independent financial advice and independent shareholders' approval requirements under Chapter 20 of the GEM Listing Rules.

INDEPENDENT BOARD COMMITTEE AND INDEPENDENT FINANCIAL ADVISER

The Independent Board Committee, comprising all the independent non-executive Directors, has been formed to advise the Independent Shareholders in respect of the Loan Agreement and the transactions contemplated thereunder. An independent financial adviser will be appointed to advise the Independent Board Committee and the Independent Shareholders in respect of the Loan Agreement and the transactions contemplated thereunder.

EGM

The Independent Shareholders will consider and, if though fit, approve, confirm and ratify the Loan Agreement and the transactions contemplated thereunder at the EGM.

A circular containing, among other things, (i) further details of the Loan Agreement and the transactions contemplated thereunder; (ii) a letter of recommendation from the Independent Board Committee; (iii) a letter of advice from the independent financial adviser; and (iv) a notice of EGM, will be despatched to the Shareholders on or before 23 May 2025 pursuant to the requirements under the GEM Listing Rules.

UPDATE ON RESUMPTION PROGRESS

References are made to the announcements of the Company dated 19 March 2025 and 2 April 2025 in relation to, among other things, (i) the resumption guidance received from the Stock Exchange on 17 March 2025; and (ii) the additional resumption guidance received from the Stock Exchange on 1 April 2025.

Prior to the issuance of the resumption guidance by the Stock Exchange, the Company had already taken certain rectification steps following the identification of the Non-compliance Advance Payments. As disclosed in the Company's announcement dated 3 March 2025, these include the suspension of all executive duties of Mr. Zhan Fahui, the chairman of the Board and executive Director and the formation of a compliance committee to strengthen oversight of compliance matters. The entering into of the Loan Agreement also forms part of the Company's remedial actions to regularise the arrangement and to ensure that the terms governing the financial assistance are properly formalised.

As at the date of this announcement, the Company has also identified potential candidates for both the independent internal control review and the forensic investigation. The Company is currently working with professional parties to finalise the scope of work for forensic investigation, and the Company will further devise the scope of work for the internal control review once the preliminary findings of the forensic investigation are available. The Company expects that the forensic investigator will circulate the first draft of its report of findings to the Board and the compliance committee of the Company by June 2025. Upon receipt of such findings, the Company will proceed with the internal control review, identify and rectify any material internal control deficiencies as appropriate. The key findings of both the forensic investigation and the internal control review are expected to be announced by October 2025.

CONTINUED SUSPENSION OF TRADING

Trading in the Shares on the Stock Exchange has been suspended with effect from 9:00 a.m. on 21 February 2025 and will remain suspended until the Company has met all resumption guidance, remedied the issues causing its trading suspension and fully complied with the GEM Listing Rules to the satisfaction of the Stock Exchange.

The execution of the Loan Agreement by the Company and Zhejiang Yongli, this announcement and subsequent shareholders' approval to be sought in this regard do not indicate that the Stock Exchange is satisfied that the Company has fulfilled any resumption guidance.

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

DEFINITIONS

In this announcement, unless the context requires otherwise, the following terms shall have the following meanings:

“associate(s)”	has the meaning ascribed to it under the GEM Listing Rule
“Board”	the board of Directors
“Company”	浙江永安融通控股股份有限公司 (Zhejiang Yongan Rongtong Holdings Co., Ltd.*), a joint stock limited company incorporated in the PRC, the issued H Shares of which are listed on GEM (stock code: 8211)
“connected person”	has the meaning ascribed to it under the GEM Listing Rules
“controlling shareholder”	has the meaning ascribed to it under the GEM Listing Rules
“Director(s)”	the director(s) of the Company
“EGM”	an extraordinary general meeting of the Company to be convened and held for the purposes of, among other matters, considering, and if thought fit, approving, confirming and ratifying the Loan Agreement and the transactions contemplated thereunder
“GEM”	GEM operated by the Stock Exchange
“GEM Listing Rules”	the Rules Governing the Listing of Securities on GEM
“Group”	the Company and its subsidiaries from time to time
“Guizhou Yongli”	貴州永利企業管理有限公司(Guizhou Yongli Enterprise Management Co., Ltd.*), a company established in the PRC, which holds approximately 55.29% of the total issued share capital of the Company as at the date of this announcement, and accordingly, the controlling shareholder and connected person of the Company
“H Share(s)”	Overseas listed foreign share(s) (H shares) of nominal value of RMB0.1 each in the share capital of the Company which are listed on GEM and subscribed for in Hong Kong dollars
“Hong Kong” or “HK”	the Hong Kong Special Administrative Region of the PRC
“Independent Board Committee”	the independent committee of the Board comprising all of the independent non-executive Directors, established to advise the Independent Shareholders in respect of the Loan Agreement and the transactions contemplated thereunder

“Independent Shareholders”	Shareholders other than Guizhou Yongli, Zhejiang Yongli and their respective associates and those who are required to abstain from voting at the EGM under the GEM Listing Rules
“percentage ratio”	the percentage ratios as defined under Rule 19.07 of GEM Listing Rules
“PRC”	the People’s Republic of China
“Share(s)”	ordinary share(s) of RMB0.10 each in the share capital of the Company
“Shareholder(s)”	holder(s) of the Shares
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Zhejiang Yongli”	浙江永利實業集團有限公司 (Zhejiang Yongli Industry Group Co., Ltd*), a company established in the PRC with limited liability and the ultimate holding company of Guizhou Yongli, and accordingly, a connected person of the Company
“Zhejiang Yongli Warp”	浙江永利經編股份有限公司 (Zhejiang Yongli Warp Knitting Co., Ltd.*), a subsidiary of Zhejiang Yongli, the ultimate holding company of the Company, and accordingly, a connected person of the Company
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“RMB”	Renminbi, the lawful currency of the PRC
“%”	per cent

By Order of the Board
Zhejiang Yongon Rongtong Holdings Co., Ltd.*
JIN LEI
Executive Director

Zhejiang, the PRC, 30 April 2025

As at the date of this announcement, the executive Directors are Mr. Zhan Fahui (Chairman, duties suspended), Ms. Zhou Youqin (Chief Executive Officer) and Mr. Jin Lei; the non-executive Director is Mr. Xia Zhenbo (Deputy Chairman); and the independent non-executive Directors are Mr. Yu Weidong, Mr. Yuan Lingfeng and Mr. Zhang Jianyong.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading. This announcement will remain on the “Latest Listed Company Information” page of the website of the Stock Exchange at <http://www.hkexnews.hk> for at least 7 days from the date of its posting and on the Company’s website at <http://www.zj-yongan.com>.

** For identification purposes only*