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Yuanda China Holdings Limited
遠大中國控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2789)

CHANGE IN USE OF PROCEEDS

Reference is made to the prospectus of the Company dated 20 April 2011, the supplemental prospectus of the Company dated 5 May 2011, the announcement of the Company dated 27 May 2011 and the announcement of unaudited interim results of the Company for the six months ended 30 June 2026.

CHANGE IN USE OF PROCEEDS

As disclosed in the announcement of unaudited interim results of the Company for the six months ended 30 June 2026, approximately HK$309 million out of the total amount of IPO Proceeds of approximately HK$2,403 million remained unutilised as of 30 June 2026.

For the reasons set out in the paragraph headed "Reasons for Change in Use of Proceeds" below, the Board has resolved to change the allocation of the unutilised IPO Proceeds by reallocating approximately HK$290 million which were originally allocated for expansion of production capacity to investment in research and development.

The table below sets forth the revised allocation and status of utilisation of the IPO Proceeds as at the date of this announcement:

Use of IPO Proceeds	**Original allocation amount** *HK$ (million)*	**Actual utilised amount as at the date of this announcement** *HK$ (million)*	**Unutilised amount as at the date of this announcement** *HK$ (million)*	**Reallocation amount** *HK$ (million)*	**Unutilised amount after reallocation** *HK$ (million)*
Expansion of production capacity	960	651	309	(290)	19
Repayment of existing loans	962	962	–	–	–
Investment in research and development	261	261	–	290	290
Expansion of sales and marketing network	220	220	–	–	–
Total *(Note)*	2,403	2,094	309	–	309

Note: The figures shown in the above table were subject to rounding adjustment, accordingly the total figure may not be an arithmetic aggregation of the figures preceding it.

REASONS FOR CHANGE IN USE OF PROCEEDS

The Group reallocated part of the unutilised IPO Proceeds originally designated for expansion of production capacity to investment in research and development. The Board considers that, in light of the evolving curtain wall industry and rising demand for high-performance, energy-efficient and intelligent curtain wall solutions, a greater emphasis on research and development will strengthen the Company's technological capabilities and product differentiation. The Board is of the view that the proposed change in the use of proceeds will enable more flexible and efficient deployment of financial resources and better align with the Group's long-term strategic objectives, thereby creating greater value for Shareholders.

The Board considers that the reallocation of the unutilised IPO Proceeds will not have any material adverse impact on the existing business and operations of the Group and is in the best interest of the Company and its Shareholders as a whole.

It is intended that the unutilised IPO Proceeds of approximately HK$309 million will be fully utilised in accordance with the revised allocation as stated in the table above in 1 to 5 years. The expected timeline of full utilisation of the reallocated IPO Proceeds is based on the Directors' best estimation barring unforeseen circumstances, and is subject to change in light of future development or any unforeseen circumstances.

The Board will continuously assess the plans for the use of the unutilised IPO Proceeds and may revise or amend such plans where necessary to cope with the changing market conditions in order to strive for a better performance of the Group.

DEFINITIONS

In this announcement, unless the context otherwise requires, the following terms have the meanings as set out below:

"Board"	the board of Directors
"Company"	Yuanda China Holdings Limited (遠大中國控股有限公司), a company incorporated in the Cayman Islands with limited liability and the Shares of which are listed on The Stock Exchange of Hong Kong Limited
"Directors"	directors of the Company
"Global Offering"	the Hong Kong public offering and the international offering of Shares in connection with the Company's initial public offering of its Shares
"Group"	the Company and its subsidiaries
"HK$"	Hong Kong dollars, the lawful currency of Hong Kong
"Hong Kong"	the Hong Kong Special Administrative Region of the People's Republic of China
"IPO Proceeds"	net proceeds of approximately HK$2,402,947,000 from the Global Offering
"PRC"	the People's Republic of China, but for the purpose of this announcement and for geographical reference only and except where the context requires, references in this announcement to "China" and the "PRC" do not apply to Hong Kong, Macau Special Administrative Region and Taiwan, China

“Prospectus”	the prospectus of the Company dated 20 April 2011, as amended and supplemented by the supplemental prospectus of the Company dated 5 May 2011
“Share(s)”	the ordinary share(s) of HK$0.1 each in the share capital of the Company
“Shareholder(s)”	the registered holder(s) of the Shares

By order of the Board
Yuanda China Holdings Limited
Kang Baohua
Chairman

The PRC, 31 August 2026

As at the date of this announcement, the executive Directors are Mr. Kang Baohua, Mr. Zhao Zhongqiu, Mr. Wang Hao and Mr. Gao Kai, and the independent non-executive Directors are Ms. Yang Qianwen, Mr. Ha Gang and Ms. Li Haining.