HUSCOKE HOLDINGS LIMITED

和嘉控股有限公司

(Incorporated in Bermuda with limited liability)

(Stock code: 704)

QUARTERLY UPDATE ON IMPLEMENTATION OF ACTION PLAN TO RESOLVE AUDITOR'S DISCLAIMER OF OPINION ON THE ANNUAL CONSOLIDATED FINANCIAL STATEMENTS

This announcement is made by Huscoke Holdings 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 under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

References are made to the annual report of the Company published on 4 September 2024 (the "**Annual Report**"), in which the Company's former auditor issued a disclaimer of opinion (the "**Disclaimer of Opinion**") and the announcements dated 30 May 2025, 29 August 2025, 28 November 2025, 26 February 2026 and 29 May 2026 regarding the Company's update on the Disclaimer of Opinion (the "**Announcements**"). Unless the context otherwise requires, terms used in this announcement shall have the same meanings as those defined in the Annual Report and the Announcements.

As addressed in the Annual Report by the Group, in order to resolve the Disclaimer of Opinion, the Group intends to (i) negotiate with the lender to reach a settlement to dismiss the winding-up petition; (ii) make the new operating assets in full operation successfully, which would enable the Group to generate operating cash flows; (iii) continue our efforts and take necessary actions on the recovery of the outstanding receivables; and (iv) seek for other financing channels.

The board of directors (the “**Board**”) of the Company would like to inform the shareholders of the Company (the “**Shareholders**”) and potential investors of the following updates made by the Company in response to the aforementioned Disclaimer of Opinion:

Winding Up Petition

On 2 August 2024, the Company received a winding-up petition (the "**Petition**") filed against the Company by China Cinda (Hong Kong) Asset Management Company Limited ("**Cinda Hong Kong**") at the High Court of the Hong Kong Special Administrative Region (the “**High Court**”).

On 12 January 2026 (before trading hours), the Company entered into the (i) Supplemental Agreement; (ii) Shares Pledge Agreements; (iii) Deed of Charge and Assignment; and (iv) Escrow Agreement (collectively the “**Agreements**”) with Cinda Hong Kong and/or its subsidiary, pursuant to which Cinda Hong Kong agreed to reach a settlement on the Petition that Cinda Hong Kong agreed to extend the Cinda Facility for 2 years from the commencement date of the Supplemental Agreement in which share pledge of certain subsidiaries of the Company and receivables were put up as security under the Supplemental Agreement. Furthermore, the interest rate has been adjusted from an annual rate of 12% calculated on a semi-annual compounding basis to a simple annual rate of 5%–8%. The extension of Cinda Facility and interest expense reduction with this settlement are expected to bring significant improvements to the Company’s financial position and net current liabilities issues. The Agreements formally came into effect on 30 March 2026 and are currently being performed in the ordinary course.

As disclosed in the Company’s announcement dated 12 January 2026, The High Court has issued an order at the hearing on 12 January 2026 that the Petition be dismissed.

Update on Coking Furnaces Assets

As disclosed in the Company’s announcement dated 29 June 2029, the Company received an update from Energy Technology on 20 May 2026, stating that in terms of financing, it has reached an initial consensus on cooperation matters with a state-owned enterprise and a provincial joint-stock commercial bank. On 18 May 2026, all parties agreed on the methods of cooperation credit facilities. Energy Technology also indicated that another enterprise under the supervision of the provincial State-owned Assets Supervision and Administration Commission (SASAC) is keen to collaborate with them, and relevant proposals are currently under discussion and negotiation.

The Board received a written update from Energy Technology on 27 August 2026. According to the update, its current financing parties are state-owned enterprises and are awaiting the approval results from the relevant regulatory authorities regarding outbound investment. The financing arrangement is primarily being implemented through the establishment of an investment fund jointly sponsored by three state-owned enterprises. At the current stage, the construction of the fund structure has been completed, including the key arrangements relating to the fund's organisational structure, the respective rights and obligations of the fund manager and investors, as well as the capital contribution and profit distribution mechanisms. Upon obtaining the necessary approvals from the relevant authorities, the fund will be able to complete its registration and proceed with project investments. Following the securing of the financing, Energy Technology expects to complete the construction and commissioning of ancillary utility and supporting facilities, including those for the Company's two coking furnaces, within approximately nine to twelve months. Meanwhile, the Company is also discussing with Energy Technology other forms of cooperation that may facilitate the resumption of the Company's coke production business as soon as practicable. Certain preliminary consensuses have already been reached. Any further material developments will be disclosed as and when appropriate in accordance with the Listing Rules.

As disclosed in the Company's announcement dated 29 June 2026, the coking production capacity quotas associated with the Company's two coking furnaces have been seized and frozen by the Jinan Intermediate People's Court and may be subject to judicial auction. At present, the aforesaid production capacity quotas remain under seizure and freeze. Energy Technology is actively working to resolve the issue. The Company is actively consulting with PRC legal counsel on how to assert its rights and interests, and is considering taking appropriate legal action.

The Company is currently working with PRC legal counsel to investigate Energy Technology's breach of agreement regarding its failure to deliver the public and auxiliary facilities required for the commissioning of the coking furnaces on schedule, and is considering taking further legal action.

Recovery of Receivables

As of the date of this announcement, the amounts owed by Energy Technology to the Company comprising trade refunds and compensation of US$7.74 million, and capital occupation fees and interest of approximately HK$135 million, totaling around HK$200 million. The Company has been recovering execution funds in stages on a regular basis through the enforcement ruling issued by the Lüliang Intermediate People's Court (the "**Court**") on 9 September 2024.

As disclosed in the Company's announcement dated 29 May 2026, the Company has submitted a new application to the court for the commencement of compulsory enforcement proceedings. As of the date of this announcement, the Company has not yet received a notice of case acceptance from the court. The Company is closely monitoring the court's enforcement process and has requested the court to fully safeguard all of the Company's lawful rights and interests, as an applicant, pursuant to the effective legal judgment and related enforceable legal instruments.

Exploration of Other Financing Channels

Several financing channels previously explored by the Company, including equity financing, have been unable to proceed due to the practical circumstances of the Company's current trading suspension. In the Company's subsequent resumption plan, any financing needs will be addressed by formulating and implementing financing arrangements in accordance with the actual requirements and circumstances under the resumption plan.

The Company will inform Shareholders and potential investors of any material developments in the Group's business at the appropriate time.

CONTINUED SUSPENSION OF TRADING

At the request of the Company, trading in the shares of the Company on the Stock Exchange has been suspended from 9: 00 a.m. on 30 March 2026, and will remain suspended until further notice.

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

By order of the Board
Huscoke Holdings Limited
Au Wing Sze
Company Secretary

Hong Kong, 31 August 2026

As at the date of this notice, the Board comprises Mr. Zhao Xu Guang (Chairman), and Mr. Wang Yijun as executive Directors; Dr. Wong Siu Hung, Patrick and Ms. Fong Man, Julisa as non-executive Directors.