华商能源
CM Energy

CM Energy Tech Co., Ltd.
华商能源科技股份有限公司
(Incorporated in Cayman Islands with limited liability)
(Stock Code: 206)

PROFIT WARNING

This announcement is made by CM Energy Tech Co., Ltd. (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 in 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 shareholders of the Company (the "**Shareholders**") and potential investors that, based on the preliminary review by the Board on the latest unaudited consolidated management accounts of the Group for the six months ended 30 June 2026, which have not been reviewed or audited by the audit committee of the Board and/or the independent auditors of the Company, and taking into account the information currently available to the Board, it is estimated that the Group will record a loss for the period of approximately USD9.30 million, as compared to the profit for the period of approximately USD2.78 million for the six months ended 30 June 2025.

The Board considers that the expected turnaround from profit to loss is primarily attributable to the provision for impairment loss for work-in-progress of approximately USD9.50 million (the "**Provision**") expected to be recognised by the Company for the six months ended 30 June 2026. The key reason for the Provision is related to the recent discontinuation of the to-be-performed scope of drilling rigs and equipment supply and service projects (the "**Projects**") between the Group and Petróleos Mexicanos ("**Pemex**") following the completion of certain separate milestones of such Projects. Pemex is a state-owned oil and gas company of the United Mexican States ("**Mexico**") and is one of the largest oil companies globally. Owing to the business condition and local macroeconomic environment, there has been changes in the management, business strategy and treasury practices of Pemex, which has led to tightened budget constraints for its projects. Payments by Pemex to the Group has been stalled, affecting the progress of the Projects, while the Group's outlays are continuing. The Group had used its best effort to negotiate with Pemex for the normalisation of the Projects. Such effort recently turned out to be unfruitful. Having assessed the situation and operational risks, the parties determined not to continue with the performance of the remaining scope of the Projects to avoid incurring substantial continuing expenditures for both parties. In that connection, the Company is expected to make the one-off Provision, being substantially costs previously incurred for the entire Projects other than the milestones completed. The Group is still in close negotiation with Pemex, and will use its best effort and take appropriate actions to recover the outstanding contractual payments under the Projects (which were acknowledged by Pemex). Based on a preliminary analysis conducted by the Group, the cut-short Projects' overall return (including the contractual payments) largely offsets the incurred costs and expenditures, resulting only in a relatively small projected loss. In view of the above, the Company considers that the discontinuation of the Projects represented a strategic decision to contain the financial and operational exposure of the Group, and is in the interests of the Company and its shareholders as a whole.

As the Company is still in the process of finalizing the interim results of the Group for the six months ended 30 June 2026, the information contained in this announcement is only based on the information currently available to the Board and the preliminary review by the Board on the unaudited management accounts of the Group for the six months ended 30 June 2026, which have not been reviewed or audited by the audit committee of the Board and/or the independent auditors.

The actual financial results of the Group for the six months ended 30 June 2026 may differ from what is disclosed in this announcement. Shareholders and potential investors are advised to read carefully the announcement of the Company in relation to the results of the Group for the six months ended 30 June 2026, which is expected to be published on 28 August 2026 in accordance with the requirements of 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
CM Energy Tech Co., Ltd.
Mei Zhonghua
Chairman

Hong Kong, 10 August 2026

As of the date of this announcement, the Board comprises one (1) executive Director, namely Mr. Zhan Huafeng; nine (9) non-executive Directors, namely Mr. Mei Zhonghua, Mr. Lin Changsen, Mr. Tong Qiang, Mr. Liu Jiancheng, Mr. Ding Jianliang, Mr. Liu Qingzheng, Mr. He Li, Mr. Jiang Debing and Mr. Zhang Menggui, Morgan; and four (4) independent non-executive Directors, namely Mr. Zou Zhendong, Ms. Zhang Zhen, Mr. Xue Jianzhong and Mr. Zhou Ruiping.