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DACHAN FOOD (ASIA) LIMITED
大成食品(亞洲)有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 3999)

Announcement of Results for the Nine Months ended 30 September 2026

The board of directors (the "Board") of DaChan Food (Asia) Limited (the "Company") hereby announces the unaudited consolidated results of the Company and its subsidiaries (hereinafter collectively referred to as the "Group") for the nine months ended 30 September 2026:

Highlights

	Nine Months ended 30 September		
	2026	**2025**	**% change**
	(unaudited)	(unaudited)	
Turnover (RMB'000)	4,458,894	4,495,321	-0.8
Gross profit (RMB'000)	529,664	506,211	4.6
Gross profit margin (%)	11.9	11.3	
Profit/(loss) attributable to shareholders of the Company (RMB'000)	11,849	(14,684)	180.7
Basic earnings/(losses) per share (RMB)	0.012	(0.014)	

CONSOLIDATED INCOME STATEMENT

For the nine months ended 30 September 2026

(Expressed in RMB'000 unless stated otherwise)

	Nine Months ended 30 September	
	2026	**2025**
	(unaudited)	(unaudited)
Turnover	4,458,894	4,495,321
Cost of sales	(3,929,230)	(3,989,110)
Gross profit	529,664	506,211
Other operating income	24,662	15,555
Other net (losses)/gains	(4,674)	(7,120)
Distribution costs	(258,763)	(279,232)
Administrative expenses	(234,106)	(208,643)
Profit from operations	56,783	26,771
Finance costs	(13,497)	(13,179)
Share of profits of equity-accounted investees	2,365	2,050
Profit before taxation	45,651	15,642
Income tax	(17,297)	(14,323)
Profit for the period	28,354	1,319
Attributable to:		
Shareholders of the Company	11,849	(14,684)
Non-controlling interests	16,505	16,003
Profit for the period	28,354	1,319
Earnings/(losses) per share		
– Basic and diluted (RMB)	0.012	(0.014)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
At 30 September 2026

(Expressed in RMB'000 unless stated otherwise)

	At 30 September 2026 (unaudited)	At 31 December 2025 (audited)
Non-current assets		
Property, plant and equipment	1,620,287	1,698,672
Land use rights	131,542	134,911
Investment property	23,156	24,997
Intangible assets	7,167	7,917
Interests in equity-accounted investees	81,589	79,223
Other financial assets	1,948	1,948
Deferred tax assets	4,392	5,453
Long-term tax recoverable	85,805	85,805
Other non-current assets	16,287	18,606
	1,972,173	2,057,532
Current assets		
Inventories	516,975	508,060
Biological assets	83,945	95,490
Trade receivables	291,531	234,127
Other receivables and prepayments	215,179	210,585
Cash and cash equivalents	565,426	532,358
	1,673,056	1,580,620
Current liabilities		
Trade payables	464,850	401,803
Other payables	305,627	303,030
Contract liabilities	12,531	10,795
Interest-bearing borrowings	323,858	210,724
Lease liabilities	1,581	1,581
Income tax payable	14,503	14,042
	1,122,950	941,975
Net current assets	550,106	638,645

	At 30 September 2026 (unaudited)	At 31 December 2025 (audited)
Total assets less current liabilities	2,522,279	2,696,177
Non-current liabilities		
Interest-bearing borrowings	25,391	228,568
Lease liabilities	25,590	27,274
Deferred tax liabilities	10,499	10,935
	61,480	266,777
Net assets	2,460,799	2,429,400
Capital and reserves		
Share capital	97,920	97,920
Reserves	971,239	963,889
Retained profits	1,123,049	1,111,200
Total equity attributable to shareholders of the Company	2,192,208	2,173,009
Non-controlling interests	268,591	256,391
Total equity	2,460,799	2,429,400

RESULTS SUMMARY

I. Performance Overview: Cumulative Turnaround to Profitability in the First Three Quarters, Financial Position Remains Sound

In the first three quarters of 2026, the Group achieved operating income of RMB4,458,894 thousand. Affected by prudent operating strategies and food structural adjustment, business growth slowed with a slight year-on-year decrease of 0.8%; on the profit side, benefiting from the transformation of the meat business model, business structure optimization and the gross profit support of the food business, it achieved profit attributable to shareholders of RMB11,849 thousand, turning from loss to profit compared with the same period last year. In the third quarter, the Group achieved operating revenue of RMB1,562,845 thousand, a year-on-year decrease of 1.4%; profit attributable to shareholders was RMB11,764 thousand, a year-on-year decrease of 42.3%, marking a quarter-on-quarter turnaround to profitability compared with the second quarter.

In the first three quarters, the Group achieved net cash inflow from operating activities of RMB198 million, and the asset-liability ratio was 32.5%, with the financial structure remaining sound. In terms of digital-intelligent construction, Phase II of the food plant in Bengbu successfully obtained the CMMM certification for Level 2 intelligent manufacturing maturity, signifying that the Group's intelligent operation level and refined management and control capabilities in the food processing segment have reached a new stage, laying a more solid digital foundation for subsequent production efficiency improvement, product quality standardization and cost optimization.

II. Segment Performance: Food Growth Under Short-term Pressure, Meat Profitability Significantly Improved, Feed Channel Adjustment Continued

1. Processed Food: Short-Term Growth Slowed, but the Medium- and Long-Term Pillar Position Remains Solid

In the first three quarters, the food business achieved operating income of RMB2,087,395 thousand, a year-on-year increase of 1.0%; gross profit was RMB376,589 thousand, a year-on-year decrease of 2.8%. Profit from food business decreased to some extent, mainly due to exchange rate fluctuations and low-price competition in the export market to Japan, which led to a year-on-year decline in the gross profit margin of the export business. Nevertheless, the food business still accounted for 71.1% of the gross profit contribution, and remains the core pillar supporting the Group's long-term sustainable development.

As the upstream of the white feather broiler industrial chain was affected by periodic market fluctuations, leading enterprises in the industry have been extending to the downstream food end in recent years, resulting in increasingly fierce competition in the field of processed food of chicken meat. In the face of intensifying market competition, the Group continued to increase its investment in areas such as research and development, supply chain, quality control and digitalization for its processed food business and introduce professionals, advanced equipment and software, thereby continuously improving the product development and service capabilities for major chain catering customers and key retail customers. At the same time, leveraging

digital tools to enhance the synergistic operation among the research and development, quality control, procurement, production and other departments, the Group continued to promote cost reduction and efficiency improvement of its flagship products. These strategic plans focus on medium to long-term development, including investments in production capacity building, talent reserves and digital systems, which have placed certain pressure on the profitability of the processed food business in the short term, but will lay a stronger foundation for the long-term sustainable development of the Company's food business.

For the export market, the food export sales team continued to further cultivate the Japanese market, actively expanding into new product categories, new channels and new customers. In the first three quarters, the operating income for exports increased by 18.2% year on year. Going forward, the food export sales team will further increase its efforts in developing export markets apart from Japan to mitigate market concentration risks.

2. Meat: Continuous Effectiveness from Business Model Transformation and Substantial Improvement in Profitability

In the first three quarters, the meat segment achieved operating income of RMB1,195,670 thousand, a year-on-year increase of 0.5%; gross profit was RMB70,973 thousand, a year-on-year increase of 136.3%. The remarkable improvement in the profitability of the meat business reflects that the continuous advancement of business model transformation has demonstrated an early sign of success.

In the face of an industry pattern of oversupply, the meat product team proactively established a production-marketing coordination mechanism to enhance the resilience of its supply chain and completed the transformation from production-oriented to demand-driven, thereby continuously improving its relative competitiveness. In the upstream aspects, the meat product team optimized the cooperation model with contract farmers to enable benefit and risk sharing. In the midstream aspects, the meat product team advanced automated production and lean management to reduce processing costs. In the downstream aspects, the meat product team focused on the development of fine processing and differentiated products and worked alongside the food business to expand into quality channels such as membership stores and chain supermarkets while gradually phasing out low-end customers to strengthen brand premium, thereby ultimately promoting a sustained improvement in operational quality.

3. Feeds: Diversified Adjustment of Channels and Products, Revenue Rebounded in the Third Quarter

In the first three quarters, the feeds business recorded an operating income of RMB1,175,829 thousand, a year-on-year decrease of 5.0%, and the gross profit was RMB82,102 thousand, a year-on-year decrease of 7.7%. The revenue decline was mainly attributable to the impact of the consolidation of the domestic pig breeding industry and the shrinking target customer base of the Company.

In response to industry challenges, the feeds business team actively adjusted its operation strategies: it deepened the cooperation with medium and large-scale breeding farms to stabilize its market share through contract manufacturing, and increased its efforts in the research and development and channel expansion for niche feed categories such as ruminant feed to cultivate new growth markets and mitigate operational risks through a diversified business layout. At the same time, the Company accelerated the integration of the middle office functions, strengthened cross-departmental collaborations, achieved cost reduction and efficiency improvement through measures such as continuously developing new suppliers and promoting the use of alternative raw materials, in order to steadily enhance the market competitiveness of its products and services. Relevant measures have begun to show results, and operating income in the third quarter achieved a year-on-year increase of 6.6%.

III. Outlook and Strategic Focus

Looking ahead to the fourth quarter of 2026, the global economy will continue to face various uncertainties, the domestic policies to boost domestic demand are expected to gradually take effect, and the consumer demand recovery momentum is expected to be further strengthened. The pressure of oversupply in the white feather broiler industry will still exist for a certain period, but with the recovery of demand, the supply-demand balance is expected to gradually improve; the demand for high-quality, high-value-added chicken meat products continues to rise, thereby leaving room for structural upgrade within the industry.

The Group will adhere to the synergy of "scale-up of food production, internationalization of export sales, value-adding of meat products and diversification of feeds", with key focus on the following directions:

1. **Food product business:** Taking the food product business as the engine for performance growth, thereby exploring opportunities for cost reduction and efficiency enhancement in core flagship products, cultivating new areas of growth in products and channels, and advancing the conversion of benefits from investments in production capacity building and digitalization to increase profit resilience.

2. **Export business:** Consolidating the competitive advantage of export sales in Japan, and at the same time actively expanding into international markets outside Japan to reduce the reliance on a single market and diversify geopolitical risks.

3. **Meat product business:** Continuously optimizing resources allocation and planned synergy across the processes of broiler breeding, slaughtering and feed processing, thereby promoting the development of high-value-added products and optimizing its channel structure, in order to further mitigate the impact of market fluctuations.

4. **Feeds business:** Developing new customers by expanding diversified products and channels, thereby leading to the increase in the sales volume and accelerating market penetration of new product categories such as ruminant feeds to diversify market risks.

The Group will take digital and intelligent transformation as support, continuously optimize its supply chain management system by digitalization and intelligent transformation to enhance its operational efficiency and industrial competitiveness. In the face of short-term growth pressure in the food business, the Company will maintain strategic focus, firmly advance the food-led business model transformation, strive to improve full-year operating quality, and steadily enhance shareholder returns.

The Group maintains a healthy financial structure. As at 30 September 2026, net assets of the Group amounted to RMB2,460,799 thousand; cash and cash equivalents represented 15.5% of total assets. As at 30 September 2026, current ratio of the Group was 1.49, representing a slight decrease over the ratio of 1.68 as at 31 December 2025. The interest-bearing borrowings to equity ratio as at 30 September 2026 was 14.2%, representing a slight decrease over the relevant ratio (18.1%) as at 31 December 2025.

OTHERS

As at the date of this announcement, the Company is a subsidiary of Great Wall Enterprise Co. Ltd. ("Great Wall Enterprise", the shares of which are listed on Taiwan Stock Exchange Corporation (the "Taiwan Stock Exchange")), which indirectly holds approximately 61.61% of the issued shares of the Company; therefore, the operating results of the Group will be consolidated into the financial statements of Great Wall Enterprise. In accordance with the Taiwan Securities and Exchange Act and the listing rules of the Taiwan Stock Exchange, Great Wall Enterprise is required to prepare its own quarterly consolidated financial reports and publish its quarterly operating results on its website.

This announcement is made for the purpose of disclosing the financial information of the Company to its shareholders and potential investors in a timely manner in compliance with the requirements of Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

PURCHASES, SALE OR REDEMPTION OF SECURITIES

For the nine months ended 30 September 2026, the Company and any of its subsidiaries have not purchased, redeemed or sold any of the Company's listed securities.

AUDIT COMMITTEE

The audit committee of the Company has reviewed the Group's consolidated financial statements for the nine months ended 30 September 2026 which have not been audited by the independent auditor.

On behalf of the Board
James Chun-Hsien Wei
Chairman

Hong Kong, 10 November 2026

As at the date of this announcement, Mr. James Chun-Hsien Wei (Chairman) and Mr. Han Chia-Yin are the executive directors of the Company, Mr. Han Chia-Yau, Mr. Harn Jia-Chen, Mr. Han Jia-Hwan, Mr. Chao Tien-Shin and Mr. Wei Anning are the non-executive directors of the Company, and Mr. Ting Yu-Shan, Mr. Hsia, Li-Yan, Ms. Lee Tsai, Yu-Ling and Mr. Kao Koong-Lian are the independent non-executive directors of the Company.