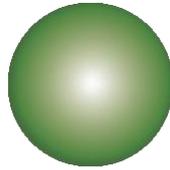


Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



元亨燃氣
YUANHENG GAS

YUAN HENG GAS HOLDINGS LIMITED

元亨燃氣控股有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 332)

**UPDATE IN RELATION TO
DISCLAIMER OF OPINION IN THE ANNUAL REPORT
FOR THE YEAR ENDED 31 MARCH 2024**

The board of directors (the “**Board**”) of Yuan Heng Gas Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) would like to provide updates in relation to the disclaimer of opinion (“**Disclaimer of Opinion**”) expressed by the auditors of the Company (“**Auditors**”) on the consolidated financial statements of the Group for the year ended 31 March 2024.

Disclaimer of Opinion

The Auditors has expressed the Disclaimer of Opinion on page 55 of the Company’s annual report for the year ended 31 March 2024 (“**2024 Annual Report**”) as follows: “*We do not express an opinion on the consolidated financial statements of the Group for the year ended 31 March 2024. Because of the potential interaction of the multiple uncertainties, relating to going concern and their possible cumulative effect on the consolidated financial statements as described in the “Basis for Disclaimer of Opinion” section of our report, it is not possible for us to form an opinion on these consolidated financial statements.*”

Multiple uncertainties related to going concern

The basis for the Disclaimer of Opinion is “*multiple uncertainties related to going concern*” as more particularly set out on pages 55 and 56 of the 2024 Annual Report.

Measures to address the Disclaimer of Opinion

To address the multiple uncertainties related to going concerns, as set out in the 2024 Annual Report, various measures (items (i) to (iv) on pages 67 and 68 thereof) were implemented or being implemented prior to the publication of the 2024 Annual Report.

As at the date of this announcement, all of the measures in items (i) to (vi) on pages 67 and 68 of the 2024 Annual Report are ongoing.

In relation to enforcement action referred to in item (i), as a result of the Group's ongoing negotiations and communications with its major creditors, there has been no enforcement action by the major creditors as at the date hereof.

In relation to obtaining financing for the Group's working capital referred to in item (ii), as a result of the Group's ongoing communications with various financial institutions, such financing has continued as usual as at the date hereof.

In relation to the litigations referred to in item (iii), the Group has continued to seek professional advice with the aim to progressing the litigations to stages which are most advantageous for the Group to achieve negotiated settlements at relatively favourable terms.

In relation to improving cash flow and efficiencies referred to in items (iv) and (v), the Group, in the face of the sluggish domestic LNG market, has taken the following actions for increasing the sustainability of the Group's operations: (a) cutting down trading volume to reduce risk and to improve working capital efficiency; (b) increasing the proportion of processing production in the overall production volume of both LNG factories to enhance stability of their operations; and (c) ensuring stringent cost controls which included carrying out redundancies across the whole Group involving some 25% of non-factory staff.

In relation to exploring potential strategic investors referred to in item (vi), the management has identified certain potential investors and are in discussions on the terms of debt repayment and/or business developments.

In addition to the above effort, the Company, having sought professional advice, has applied to the High Court of Hong Kong for an order to convene a meeting of the creditors of the Company to consider and, if thought fit, approve, with or without modification, a scheme of arrangement proposed by the Company. The High Court hearing is scheduled to take place on 17 June 2025. For more details, please refer to the announcement of the Company dated 7 March 2025.

The Company will make further announcement in relation to the matters set out above as and when appropriate.

On behalf of the Board
Yuan Heng Gas Holdings Limited
Wang Jianqing
Chairman and Chief Executive Officer

Hong Kong, 30 May 2025

As at the date of this announcement, the executive Directors are Mr. Wang Jianqing and Mr. Bao Jun; and the independent non-executive Directors are Dr. Leung Hoi Ming, Mr. Wong Chi Keung, Mr. Wong Siu Hung Patrick and Ms. Lin Ying.