GLOBAL CORN GROUP LIMITED

大成玉米集團有限公司 *

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 03889)

QUARTERLY UPDATE ON ACTIONS TO RESOLVE AUDITOR'S DISCLAIMER OF OPINION

References are made to the Annual Report and the Company's announcement dated 1 June 2026 (the "**Announcement**"). Unless otherwise stated, capitalized terms used in this announcement shall have the same meanings as those defined in the Announcement.

The Company wishes to provide a quarterly update on the implementation of the actions to resolve the Disclaimer of Opinion.

(a) Debt restructuring

As disclosed in the Annual Report, the Group had been actively discussing details of the debt restructuring arrangements with Jinzhou Huayin in relation to the Huayin Transferred Loans, and the parties were aiming to finalise and commence the debt restructuring by the end of June 2026. However, in mid-May 2026, Mr. Kong Zhanpeng ("**Mr. Kong**") and Mr. Wang Tieguang ("**Mr. Wang**"), the joint chairmen of the Company, met with the new management of Jinzhou Huayin, representatives of the Jinzhou Municipal Government (the "**Local Government**") and 錦州市人民政府國有資產監督管理委員會 (State-owned Assets Supervision and Administration Commission of Jinzhou Municipal People's Government*) (the "**Jinzhou SASAC**"), and

Jinzhou Huayin, the Local Government and the Jinzhou SASAC indicated that the original debt restructuring proposal might encounter operational challenges and be subject to protracted administrative approval procedures under the circumstances then prevailing. As such, no definitive implementation timeline could be established and there was no assurance that the original debt restructuring proposal would ultimately be implemented.

Consequently, as disclosed in the Announcement, the sole shareholder of Jinzhou Yuancheng has resolved to wind up Jinzhou Yuancheng and set up a liquidation group to liquidate Jinzhou Yuancheng in accordance with the applicable laws and regulations in the PRC. As such, Jinzhou Yuancheng will undergo liquidation procedures (and/or bankruptcy procedures, if applicable), and the assets and liabilities, including the Huayin Transferred Loans, will be dealt with by the liquidation group in accordance with the applicable laws and regulations in the PRC. Please refer to the Announcement for further details in relation to the voluntary winding-up of Jinzhou Yuancheng.

The abovementioned deviation from the original debt restructuring plan in relation to the Huayin Transferred Loans was made after negotiations with Jinzhou Huayin, the Jinzhou SASAC and the Local Government. The Directors, including the independent non-executive Directors, consider that such deviation is in the interests of the Company and its shareholders as a whole as the winding-up of Jinzhou Yuancheng would enable the resolution of all its liabilities, including the Huayin Transferred Loans, within a definite timeframe, and the financial position and results of operations of Jinzhou Yuancheng will no longer be consolidated into the financial position and results of operations of the Group. Upon the appointment of official liquidators in the relevant winding-up procedures, Jinzhou Yuancheng will cease to be a subsidiary of the Company, and its financial position and results will be deconsolidated from that of the Group. It is, therefore, expected that the financial position of the Group will be significantly improved thereafter, and the Group will be able to reallocate its resources and management focus to its other existing businesses, which will facilitate the improvement of, and help address, the material uncertainties related to the Group's ability to continue as a going concern, which was the core issue prompting the Disclaimer of Opinion.

As at the date of this announcement, Jinzhou Yuancheng is still undergoing the relevant winding-up process and the official liquidators have yet to be appointed.

(b) Active negotiations with banks to obtain banking facilities

As disclosed in the Annual Report, the Group received a letter of intent given by 南洋商業銀行(中國)有限公司上海分行 (Nanyang Commercial Bank (China) Limited Shanghai Branch*) ("**Shanghai Nanyang**") in March 2026, indicating its intention to grant further bank facilities in the aggregate amount of RMB24.0 million to Shanghai Haocheng, subject to final approval. On 17 April 2026, Shanghai Nanyang granted the first batch of loans in the amount of RMB12.0 million to Shanghai Haocheng. In addition, on 16 April 2026 and 22 April 2026, 招商銀行股份有限公司上海分行 (China Merchants Bank Co., Ltd. Shanghai Branch*) granted new loans in the aggregate amount of RMB20.0 million to Shanghai Haocheng.

It is intended that Shanghai Haocheng will utilize these new banking facilities to strengthen its working capital position, thereby enabling timely procurement and strategic purchasing of raw materials which helps mitigate the impact of price volatility and secure a more stable raw material procurement price and improve overall operational efficiency. The Directors believe that these new banking facilities will significantly enhance the Group's liquidity and overall financial position.

(c) Monitoring the Group's operating cash flows

As part of the ongoing measures, the Company remains committed to enhancing the operating cash flow of the Group and has continued to negotiate with its suppliers, employees and creditors to formulate settlement plans more favourable to the Group regarding some longstanding payables.

(d) Financial support from substantial shareholders

As disclosed in the Annual Report, the Group has received written confirmations from its substantial shareholders (being Mr. Kong, Mr. Wang and Hong Kong Huasheng Company Limited) and/or their holding companies, as well as their controlled entities in February 2026, confirming that they would provide financial assistance to the Group in the 12 months following the respective dates of such confirmations on a going concern basis and agreed that repayment requests will not be made while the financial situation of the Group does not allow. Such assistance received by the Group is not secured by any assets of the Group. As at the date of this announcement, such confirmations have not been revoked by any of the relevant parties and the Group is currently requesting the relevant parties to extend the period of the relevant financial support.

The management of the Company will continue to use its best endeavours to implement the measures disclosed with the aim of resolving the Disclaimer of Opinion as soon as possible. The Company will publish further announcement(s) to keep its shareholders and potential investors informed of the status of implementation of such measures as and when appropriate.

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

By order of the Board
Global Corn Group Limited
Wang Tieguang
Joint Chairman

Hong Kong, 7 August 2026

As at the date of this announcement, the Board comprises three executive Directors, namely, Mr. Wang Tieguang, Mr. Kong Zhanpeng and Mr. Li Fangcheng; one non-executive Director, namely, Mr. Tai Shubin; and three independent non-executive Directors, namely, Ms. Li Guichen, Ms. Liu Ying and Mr. Lo Kwing Yu.

** For identification purpose only*