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(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 1231)

POSITIVE PROFIT ALERT

This announcement is made by Newton Resources Ltd (the “**Company**”, and together with its subsidiaries, collectively 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 in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong).

Based on the preliminary review of the unaudited consolidated management accounts of the Group for the year ended 31 December 2023 (the “**Current Period**”) and other information available to the Group, the board (the “**Board**”) of directors (the “**Directors**”) of the Company wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that the Group is expected to record a net profit in the range of approximately US\$2.2 million to approximately US\$2.5 million for the Current Period, as compared to the net loss of approximately US\$2.2 million recorded for the year ended 31 December 2022 (the “**Corresponding Prior Period**”).

The significant improvement in the financial results of the Group was, on the one hand, mainly attributable to the expected year-on-year increase in the Group’s business volume for the sales of iron ores for the Current Period leading to the estimated increase in the Group’s revenue by approximately US\$325 million. On the other hand, the Group managed to overcome the unanticipated upsurge of iron ore market indices in late 2022 which resulted in the Group’s recognition of a net loss for the Corresponding Prior Period. During the Current Period, the Group captured the market profit potential through the successful execution of the approved hedging strategy and hedging instruments resulting in the estimated increase in the Group’s gross profit by approximately US\$7 million.

The information contained in this announcement is only based on the preliminary assessment and estimates made by the Board with reference to the unaudited financial information of the Group for the Current Period and other information currently available to the Group and is not based on any information or figures which have been audited or reviewed by the Company’s auditors and the audit committee of the Company, and may be subject to possible adjustments. The Group’s annual results for the Current Period may differ from the information contained in this announcement. Further details of the Group’s financial results

and performance for the Current Period will be disclosed in the Company's annual results announcement for the Current Period to be published in March 2024 in compliance with the Listing Rules.

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

By Order of the Board
Newton Resources Ltd
Chong Tin Lung, Benny
Chairman and Executive Director

Hong Kong, 11 March 2024

As at the date of this announcement, the executive Directors are Mr. Chong Tin Lung, Benny and Mr. Luk Yue Kan; the non-executive Director is Mr. Chen Hongyuan; and the independent non-executive Directors are Mr. Tsui King Fai, Mr. Lee Kwan Hung, Eddie and Mr. Shin Yick, Fabian.