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**HONBRIDGE HOLDINGS LIMITED**  
(Incorporated in the Cayman Islands with limited liability)  
(Stock code: 8137)

**PROFIT WARNING**

This announcement is made by Honbridge Holdings Limited (the “**Company**”) and its subsidiaries (collectively, the “**Group**”) pursuant to Rule 17.10 of the Rules Governing the Listing of Securities on the GEM of The Stock Exchange of Hong Kong Limited (the “**GEM Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules) of Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong) (the “**SFO**”).

The board of directors (the “**Board**”) of the Company wishes to inform the shareholders of the Company and potential investors that, based on the currently available information which includes, but without limitation to, the unaudited management accounts of the Group, the Group is expected to record approximately HK\$56 million revenue for the three months ended 30 June 2020 (“**Second Quarter of 2020**”), increased by more than 100% when compared to the approximately HK\$26.99 million revenue for the three months ended 30 June 2019 (“**Second Quarter of 2019**”). The increase in revenue was mainly due to the novel coronavirus (COVID-19) pandemic which severely affected the business of the Group in the PRC for the three months ended 31 March 2020 (“**First Quarter of 2020**”). The PRC business was generally halted in February and the operation has only restored gradually in March. The vehicle market in the PRC rebound in the second quarter of 2020, more orders were received and so the revenue of the Group increased. However, the revenue for the six months ended 30 June 2020 of the Group still decreased by approximately 26.8% when compared to the corresponding period in 2019.

Despite the increase in revenue for the Second Quarter of 2020, the Group is expected to record a loss attributable to owners of the Company of approximately HK\$120 million for the first six months of 2020 as compared to the loss attributable to owners of the

Company of approximately HK\$12.7 million for first six months ended of 2019. The Board considers that the increase in expected loss attributable to owners of the Company for the six months ended 2020 was primarily due to the following reasons:

### **Deemed Disposal and Share of Loss of Shandong Forever New Energy**

Reference is made to the announcements of Honbridge Holdings Limited (the “**Company**”) dated 20 January 2020, 19 March 2020, 29 June 2020 (the “**Announcements**”) and the circular of the Company dated 24 February 2020 (the “**Circular**”) in relation to the Deemed Disposal. Unless otherwise defined, capitalised terms used in this announcement shall have the same meanings as those defined in the Circular.

The Group completed the Deemed Disposal of Shandong Forever New Energy Co., Ltd (“**Shandong Forever**”) in March 2020 and recognised a one-off, non-cash loss of approximately HK\$58 million. Shandong Forever became an indirect 24.5% owned associate of the Company.

In accordance with the Reorganisation Agreement and the Amended and Restated Joint Investment Agreement, Jiangsu Tiankai shall complete the Capital Increase by payment of the Capital Contribution Sum in cash into a designated account of Shandong Forever New Energy within 30 days after the Industrial and Commercial Administration Bureau has completed the registration of increase in share capital of Shandong Forever New Energy and issued the corresponding Business License (issued on 19 March 2020). However, up to the date of this announcement, despite repeated requests and demands from the Company, Jiangsu Tiankai has not fulfilled the obligations under Reorganisation Agreement and the Amended and Restated Joint Investment Agreement to pay the Capital Contribution Sum. Shandong Forever has made an asset impairment provisions because of the material uncertainty to receive the Capital Contribution Sum from Jiangsu Tiankai and the Company is expected to recognise a share of loss of Shandong Forever (an associate) of approximately HK\$39 million. The Company will make further announcement(s) as and when appropriate in compliance with the GEM Listing Rules and inform the shareholders and potential investors of any material development of this event.

### **Fair Value Change of a Listed Securities**

The fair value of a listed securities, Yuxing InfoTech Investment Holdings Limited (Stock code: 8005), owned by the Company decreased during the six months ended 30 June 2020 and approximately HK\$9.0 million fair value loss was recognised by the Company accordingly.

The information contained in this announcement is based on a preliminary assessment made by the management of the Company on the unaudited management accounts and the information currently available. The information in this announcement has not been reviewed by the auditors of the Company or the audit committee of the Board and the actual results of the Group for the period may differ from the information disclosed herein.

Investors are advised to read the announcement expected to be released by the Company on 11 August 2020 in respect of the interim results for the six months ended 30 June 2020.

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

By Order of the Board  
Honbridge Holdings Limited  
**YEUNG Ho Ming**  
Company Secretary

Hong Kong, 6 August 2020

*As at the date of this announcement, the Board comprises Mr. He Xuechu, Mr. Liu Jian and Mr. Liu Wei, William as executive directors; Mr. Ang Siu Lun, Lawrence and Mr. Yan Weimin as non-executive directors and Mr. Chan Chun Wai, Tony, Mr. Ma Gang and Mr. Ha Chun as independent non-executive directors.*

*This announcement, for which the Directors of the Company collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.*

*This announcement will remain on the "Latest Company Announcements" page of the GEM website at [www.hkgem.com](http://www.hkgem.com) for at least 7 days from the date of its publication and on the website of the Company at [www.8137.hk](http://www.8137.hk).*