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## **Wan Kei Group Holdings Limited**

**宏基集團控股有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 1718)**

### **PROFIT WARNING**

This announcement is made by Wan Kei Group Holdings Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09 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 under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

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, based on its initial assessment of the latest unaudited consolidated management accounts of the Group and the information currently available to the Company, the Group expects to record a loss for the year ending 31 March 2019 in an amount that is similar to the loss for the year ended 31 March 2018, which was approximately HK\$70.2 million.

As disclosed in the interim report of the Company for the six months ended 30 September 2018 (the “**2018 Interim Report**”), the Board estimates that the growth of the overall foundation industry in Hong Kong will continue to slow down in the coming years. The intense competition has continued to negatively impact the foundation industry in Hong Kong, which affects the development and profitability of the Group. The estimated loss for the year ending 31 March 2019 is similar to that of the year ended 31 March 2018 due to the gross loss of the existing tendered foundation works projects of the Group as a result of the lower bidding prices for the existing projects.

Despite a loss may potentially be recorded by the Group for the year ending 31 March 2019, the Board considers that the Group’s overall financial position remains healthy and the Board remains positive on the long-term prospects of the Group.

The information contained in this announcement is only a preliminary assessment by the Board based on information currently available to the Company and is not based on any figures or information that has been audited or reviewed by the Company's auditors. Shareholders and potential investors are advised to read carefully the annual results announcement of the Group for the year ending 31 March 2019, which will be published before the end of June 2019.

**Shareholders and potential investors should exercise caution when dealing in the securities of the Company.**

By order of the Board  
**WAN KEI GROUP HOLDINGS LIMITED**  
**Fong Hon Hung**  
*Chairman*

Hong Kong, 8 March 2019

*As at the date of this announcement, the executive Directors are Mr. Fong Hon Hung, Mr. Zhang Zhenyi, Mr. Chan Kwan and Mr. Yan Shuai; and the independent non-executive Directors are Mr. Lo Wa Kei Roy, Mr. Qin Fen and Mr. Leung Ka Fai Nelson.*