

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.

BaWang International (Group) Holding Limited

霸王國際(集團)控股有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 01338)

UPDATE ON PROFIT WARNING

This announcement is made by the board (the “**Board**”) of directors of BaWang International (Group) Holding Limited (the “**Company**”, together with its subsidiaries, 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 under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong).

Reference is made to announcement of the Company published on 21 June 2022 on the unaudited financial information for the five months ended 31 May 2022 (“**first five months of 2022**”). Based on the latest available unaudited financial information for the six months ended 30 June 2022 (“**1H2022**”), the net loss of the Group is currently expected to be approximately RMB15.8 million as compared with a net loss of approximately RMB14.3 million for the six months ended 30 June 2021. Therefore, the estimated net loss for 1H2022 would be lower than the estimated net loss for the first five months of 2022 in the amount of RMB24.0 million as previously announced on 21 June 2022.

The improvement in the estimated net loss for 1H2022 (as compared with the net loss position for the first five months of 2022 as announced on 21 June 2022) was mainly attributable to: (1) increased number of successful deliveries of sales orders which gave rise to higher revenue recognised in June 2022; and (2) the Group has made a reversal of impairment losses of some of the trade receivables following the management’s assessment on credit risk of our financial assets as at 30 June 2022 by adopting the expected credit loss model according to IFRS 9.

The information contained in this announcement is based on the preliminary review of the latest available unaudited financial information, which has not been reviewed by the Company’s auditors or its Audit and Risk Management Committee. The actual results of the Group for 1H2022 may be different from the disclosure in this announcement. Further information on the Group’s results and performance for the 1H2022 is expected to be released at the end of August 2022 and the related interim report will be published and dispatched to the shareholders in accordance with the requirements under the Listing Rules.

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

By order of the Board
BaWang International (Group) Holding Limited
CHEN Qiyuan
Chairman

Hong Kong, 27 July 2022

As at the date of this announcement, the Board comprises three executive directors, namely Mr. CHEN Qiyuan, Mr. CHEN Zheng He and Mr. WONG Sin Yung, and three independent non-executive directors, namely Mr. CHEUNG Kin Wing, Dr. WANG Qi and Dr. LIU Jing.

** For identification purpose only*