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INTERNATIONAL BUSINESS SETTLEMENT HOLDINGS LIMITED

國際商業結算控股有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 00147)

PROFIT WARNING

This announcement is made by International Business Settlement Holdings Limited (the “Company”, 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 and the Inside Information Provisions under Part XIVA of the Securities and Future Ordinance (Chapter 571 of the Laws of Hong Kong).

Based on the information currently available and the preliminary review of the unaudited consolidated management accounts of the Group, the board of directors of the Company (the “Board”) wishes to inform the shareholders and potential investors of the Company that the net loss attributable to the owners of the Company for the year ended 31 March 2019 (the “Loss”) is expected to increase significantly compared to the loss attributable to owners of the Company of approximately HK\$68,000,000 for the corresponding period in 2018.

The expected Loss was mainly attributable to (a) an impairment loss on intangible assets of approximately HK\$59,000,000; and (b) an impairment loss of approximately HK\$122,000,000 on factoring receivables of the Group due to potential defaults in connection with the relevant receivables. The actual amount of aforesaid impairment losses will be subject to review by the auditors of the Company and the independent professional valuer.

This announcement is only a preliminary assessment by the management of the Company based on its consolidated management accounts of the Group which have not been reviewed by the auditor and audit committee of the Company. Details of the Group’s performance will be disclosed as and when the annual result for the financial year ended 31 March 2019 are announced.

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

By order of the Board
International Business Settlement Holdings Limited
Yuen Leong
Executive Director

Hong Kong, 6 June 2019

As at the date of this announcement, the Board comprises Mr. Yuen Leong, Ms. Luan Li and Mr. Hu Jianjun as executive directors; and Mr. Yap Yung, Mr. Zhang Guangsheng and Mr. Chan Siu Tat as independent non-executive directors.