

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) 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.



利·寶·閣

Li Bao Ge Group Limited

利寶閣集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1869)

PROFIT ALERT – REDUCTION IN LOSS

This announcement is made by Li Bao Ge Group Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities (the “**Listing Rules**”) on The Stock Exchange of Hong Kong Limited 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 Company’s shareholders and potential investors that based on a preliminary review of the Group’s unaudited consolidated management accounts for the year ended 31 December 2022 (“**FY2022**”) and the information currently available to the Board, the Group is expected to record a decrease in loss after tax by not less than 50% as compared to loss after tax of approximately HK\$100 million for the year ended 31 December 2021 (“**FY2021**”).

To the best knowledge of the Directors, the reduction in loss in FY2022 as compared to FY2021 was primarily attributable to a) reduction of rental due to early termination of leases and b) absent of impairment losses on both amount due from a non-controlling shareholder (2021: approximately HK\$9.9 million) and intangible assets (2021: approximately HK\$28.7 million) which were fully impaired in the previous year.

The Company is currently in the process of finalizing the consolidated annual results of the Group for FY2022. The information contained in this announcement is only based on a preliminary assessment by the Board with reference to the unaudited consolidated management accounts of the Group for FY2022 and information currently available to the Board, which have not been confirmed, audited or reviewed by the Company’s independent auditor nor reviewed by the Company’s Audit Committee which is subject to finalization and necessary adjustments. The FY2022 final results of the Company are expected to be published by end of March 2023.

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

For and on behalf of
Li Bao Ge Group Limited
Chan Chun Kit
Chairman and Chief Executive Officer

Hong Kong, 27 March 2023

As at the date of this announcement, the executive Directors are Mr. Chan Chun Kit (chairman and chief executive officer), Ms. Chan Josephine Wai Sze and Ms. Zhu Xueqin; the non-executive Director is Mr. Chow Yiu Pong David; and the independent non-executive Directors are Mr. Lee Cheung Yuet Horace, Mr. Chan Ming Kei and Mr. Kan Sze King Kenneth.