

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.



NewOcean Energy Holdings Limited

(新海能源集團有限公司)*

(Incorporated in Bermuda with limited liability)

(Stock Code: 342)

Website: <http://www.newoceanhk.com>

PROFIT WARNING

This announcement is made by NewOcean Energy Holdings Limited (the “Company”, and 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 Provision (as defined under the Listing Rules under Part XVIA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong)).

The board of directors of the Company (the “Board”) wishes to inform shareholders of the Company and potential investors that, based on the preliminary assessment of the latest unaudited financial information, the Group is expected to record a consolidated net loss for the six months ended 30 June 2020 (“1H2020”), as compared to a consolidated net profit of approximately HKD 301 million for the six months ended 30 June 2019 (“1H2019”).

Due to the global pandemic of COVID-19 and the slump in global oil prices during 1H2020, the Group’s business operation has been seriously affected especially the oil bunkering business in Hong Kong and Singapore and the electronic business in the People’s Republic of China. As a consequence, the gross profit margin derived from oil bunkering business and electronic business has been substantially reduced or turned into gross loss margin as compared to 1H2019. On top of the foregoing, the Group has also experienced undue delay in trade receivables collection and inventory being sold under purchase costs in recent months, therefore additional potential impairment losses on trade receivables and allowance for inventories are expected to be provided in 1H2020.

The Board wishes to emphasize that the interim results of the Company for 1H2020 have not been finalized. The information contained in this announcement is only based on the preliminary assessment by the Board with reference to the information currently available to the Board and the unaudited management accounts of the Group for the five months ended 31 May 2020, which have not taken into account other potential asset impairment charges (if any) and have not been reviewed by the Company’s independent auditors. The unaudited interim results of the Group for 1H2020 is expected to be announced in late August 2020.

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

By order of the Board
NewOcean Energy Holdings Limited
Shum Siu Hung
Chairman

Hong Kong, 3 July 2020

As at the date of this announcement, the Board of the Company comprises Mr. Shum Siu Hung, Mr. Shum Chun, Lawrence, Mr. Cen Ziniu and Mr. Siu Ka Fai, Brian, being the executive directors, Mr. Cheung Kwan Hung, Anthony, Mr. Chan Yuk Wai, Benedict and Dr. Xu Mingshe, being the independent non-executive directors.

** for identification purposes only*