

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.



SHENGLONG SPLENDECOR INTERNATIONAL LIMITED

盛龍錦秀國際有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 8481)

PROFIT WARNING

This announcement is made by Shenglong Splendecor International Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) pursuant to Rule 17.10 of the Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited (the “**GEM Listing Rules**”) and the Inside Information Provisions (as defined under the GEM Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors (the “**Board**”) of the Company wishes to inform the shareholders and potential investors of the Company that based on the preliminary assessment of the latest unaudited consolidated management accounts of the Group for the three months ended 31 March 2018 (the “**First Quarter**”) and the information currently available to the Board, the Group expects to record a significant decrease in the profit attributable to owners of the Company for the First Quarter as compared with the three months ended 31 March 2017 despite an increase in revenue.

Such decrease is primarily attributable to an increase in the costs for the Group’s major raw materials, in particular the base paper for production of decorative paper and melamine impregnated paper. As a result of the increase in purchase costs of certain major raw materials, it lowered the Group’s gross profit margin and reduced the consolidated net profit of the Group despite an increase in revenue.

The information contained in this announcement is only based on a preliminary assessment by the management of the Company with reference to the information currently available. Details of the financial information of the Group for the First Quarter will be disclosed in the results announcement of the Company for the First Quarter which is expected to be published in May 2018.

Shareholders of the Company and potential investors are advised to exercise caution when dealing in the securities of the Company and read the announcement of the results of the Company for the First Quarter carefully when it is published.

By order of the board
Shenglong Splendecor International Limited
Sheng Yingming
Chairman and Chief Executive Officer

Hong Kong, 24 April 2018

As at the date of this announcement, the Board comprises (i) four executive directors, namely Mr. Sheng Yingming, Ms. Sheng Sainan, Mr. Fang Xu and Mr. Yu Zemin and (ii) three independent non-executive directors, namely Mr. Lee Ho Yiu Thomas, Mr. Ma Lingfei and Ms. Huang Yueyuan.

This announcement, for which the directors of the Company collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The directors of the Company, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the “Latest Company Announcements” page of the GEM website (<http://www.hkgem.com>) for at least 7 days from the date of its publication and on the Company’s website (<http://www.splendecor.com>).