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.

Zheng Li Holdings Limited
正力控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 8283)

PROFIT WARNING

This announcement is made by Zheng Li Holdings Limited (the "**Company**", 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 in the GEM Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong).

The board (the "**Board**") of directors (the "**Directors**", each a "**Director**") of the Company wishes to inform the shareholders of the Company ("**Shareholders**") and potential investors that, based on a preliminary review of the unaudited consolidated management accounts of the Group, the Group recorded a growth in revenue in both maintenance and repair services segment and modification, tuning and grooming services and trading of spare parts and accessories segment for the six months ended 30 June 2018 as compared to the corresponding period in 2017 as a result of the opening of our new Sin Ming Autocity service centre which commenced operations in September 2017. However, the Group is expected to record a loss for the six months ended 30 June 2018 as compared to a net profit of S$213,000 for the corresponding period in 2017. This was mainly attributable to an increase in administrative and operating expenses including employee benefits expenses, depreciation of plant and equipment, rental expenses and legal and professional fees.

As the Company is in the process of finalising its interim results of the Group for the six months ended 30 June 2018, the information contained in this announcement is only based on a preliminary assessment by the Board based on the information available to it and the unaudited consolidated management accounts of the Group for the six months ended 30 June 2018 which have not been audited or reviewed by the Company's auditor. Further details of the Group's financial results and performances will be disclosed in the announcement of interim results of the Group for the six months ended 30 June 2018 which is expected to be announced on 8 August 2018.

Shareholders and potential investors should exercise caution when dealing in the shares of the Company.

By order of the Board of
Zheng Li Holdings Limited
Kelvin LIM
Chairman, Chief Executive Officer and Executive Director

Hong Kong, 3 August 2018

As at the date of this announcement, the executive Directors are Mr. Kelvin LIM, Mr. CHUA Boon Hou and Mr. CHEN Feng, the non-executive Director is Mr. WU Tangqing; and the independent non-executive Directors are Ms. POK Mee Yau, Mr. LIU Ji, Mr. LEUNG Yiu Cho and Mr. ZHANG Guangdong.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited for the purpose of giving information with regard to the Company. The Directors, 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 in this announcement misleading.

This announcement will remain on the "Latest Listed Company Information" page of the website of the Stock Exchange at www.hkexnews.hk for at least seven days from the day of its posting. This announcement will also be published on the website of the Company at www.zhengliholdings.com.