UNITAS HOLDINGS LIMITED
宏海控股集團有限公司

(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 8020)

INSIDE INFORMATION
PROFIT WARNING

This announcement is made by Unitas 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 (the "**GEM Listing Rules**") and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors (the "**Directors**") of the Company (the "**Board**") wishes to inform the shareholders of the Company (the "**Shareholders**") and the potential investors that, based on the preliminary review of the unaudited consolidated management accounts of the Company, the Group is expected to record a net loss ranged from HK$39 million to HK$42 million for the year ended 31 March 2020 as compared to a net loss of approximately HK$18.97 million for the corresponding period last year. The anticipated increase in loss was mainly due to (i) decrease in revenue of our dry bulk shipping and shipping agent business ("**Shipping Business**") by approximately 51.33% and lower gross profit margin when compared with the corresponding period last year which was due to the combined effect of (a) shrinking global trade and global consumer demand for goods and services caused by the continuous China-US trade war and the global outbreak of novel coronavirus (COVID-19) (the "**Epidemic**") since late December 2019; and (b) keener competition due to overcapacity caused by the growth of global dry bulk fleet during 2019, all has led to a more volatile global dry bulk shipping market and has seriously affected our ability to maintain our existing service fee level with our clients and even could hardly retain existing clients or explore new client; (ii) full provision of HK$26.81 million (2019: HK$18.19 million) for impairment loss on the carrying amount of the goodwill in relation to Group's investment in the Shipping Business; and (iii) loss incurred of approximately HK$3.4 million arising from our Group's newly commenced IP automation and entertainment business in Hong Kong since November 2019 as a result of strict control measures implemented by the Hong Kong Government to prevent the spread of the Epidemic, which has affected operation of our shops in Hong Kong.

The Company is still in the process of finalising its audited financial results for the year ended 31 March 2020. The information contained in this announcement is only based on the preliminary assessment made by the Board with reference to the unaudited consolidated management accounts of the Group for the year ended 31 March 2020 which have not been confirmed by the Company's auditors.

Further details of the Group's financial results and performance will be disclosed in the 2020 annual result announcement of the Company which is expected to be announced on 30 June 2020.

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

By Order of the Board
Unitas Holdings Limited
Ho Chiu Ha Maisy
Chairlady

Hong Kong, 26 June 2020

As at the date of this announcement, the Company's executive Directors are Ms. Ho Chiu Ha Maisy (Chairlady), Mr. Lau Ling Tak, Ms. Man Wing Yee Ginny and Mr. Wang Qiang, and the independent non-executive Directors are Mr. Siu Chi Yiu Kenny, Mr. Lee Chi Keung Jim and Mr. Yau Yan Ming Raymond.

This announcement, for which the Directors 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, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief, (i) the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive and (ii) there are no other matters the omission of which would make any statement in this announcement misleading.

This announcement will remain on the GEM website (www.hkgem.com) and on the "Latest Company Announcements" page for at least 7 days from the date of its posting. This announcement will also be published on the Company's website (www.unitas.com.hk).