

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.

YING HAI GROUP HOLDINGS COMPANY LIMITED

羸海集團控股有限公司

(incorporated in Cayman Islands with limited liability)

(Stock Code: 8668)

PROFIT WARNING

This announcement is made by Ying Hai Group Holdings Company 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 (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, Laws of Hong Kong).

The board (the “**Board**”) of directors (the “**Directors**”) of the Company would like to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that, based on the preliminary review by the Board of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2020 (“**20201H**”), the Group is expected to record a loss attributable to the owners of the Company for 20201H within a range of approximately HK\$11.0 million to approximately HK\$13.0 million, as compared to a profit for the six months ended 30 June 2019 (“**20191H**”).

Based on the information currently available, the Board considers that such expected loss of the Group for 20201H as compared to 20191H was mainly attributable to (i) the substantial decrease in revenue generated from the sales and distribution of hotel rooms and the provision of car rental services, which was mainly due to the impact of the outbreak of novel coronavirus (COVID-19) and the travel restrictions on tourists imposed by the Macau government and decrease in number of customers of casinos in Macau during 20201H; and (ii) the increase in administrative expenses, which was mainly due to the recognition of impairment loss of right-of-use assets and impairment loss of trade receivables as well as the increase in employee benefits expenses, depreciation expenses and professional fees after the listing of its shares on GEM of the Stock Exchange.

The information in this announcement is only based on the information currently available and the preliminary review of the unaudited consolidated management accounts of the Group for 20201H by the management of the Company and is subject to adjustment. The unaudited consolidated management accounts of the Group for 20201H have not yet been finalised or reviewed by the audit committee of the Company, and have not been audited or reviewed by the auditor of the Company. The actual interim results of the Group for 20201H may be different from the information disclosed in this announcement. Shareholders and potential investors are advised to read carefully the Company's interim results announcement for 20201H, which is expected to be published on or around 10 August 2020 according to the GEM Listing Rules.

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

By order of the Board
Ying Hai Group Holdings Company Limited
Choi Wai Chan
Chairman, Chief Executive Officer and Executive Director

Hong Kong, 4 August 2020

As at the date of this announcement, the executive Directors are Mr. Choi Wai Chan and Mr. Leong Tat Meng; and the independent non-executive Directors are Mr. Sou Sio Kei, Mr. Rodrigues Cesar Ernesto and Mr. Hu Chung Ming.

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 GEM website at www.hkgem.com on the "Latest Company Announcements" page for at least 7 days from the date of its posting and on the Company's website at www.yinghaiholding.com.