

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.



LOCO HONG KONG HOLDINGS LIMITED

港銀控股有限公司

(incorporated in Hong Kong with limited liability)

(Stock Code: 8162)

CLARIFICATION ANNOUNCEMENT

Reference is made to the announcement of Loco Hong Kong Holdings Limited (the “**Company**”) dated 11 August 2020 (the “**Announcement**”) in relation to interim results announcement for the six months ended 30 June 2020. Terms used in this announcement shall have the same meaning as defined in the Announcement unless otherwise defined.

The Company would like to clarify the following underlined amendments as shown on pages 19 and 20 of the english version of Announcement:

“Business Review

For the six months ended 30 June 2020 (“**1H2020**” or “**Current Period**”), the Group’s principal activities were engaged in the provision of education management services in the mainland of the People’s Republic of China (the “**PRC Mainland**”); sales of metal and provision of money lending services in Hong Kong. For the six months ended 30 June 2019 (“**1H2019**” or “**Previous Period**”), the Group was principally engaged in sales of metal and provision of money lending services in Hong Kong.

Provision of education management services

During the Current Period, our indirect subsidiary, 四川港銀雅匯教育管理有限公司 (Sichuan Loco Yahui Education Management Limited*) (“**Loco Yahui**”), was principally engaged in the provision of exclusive management and consulting services to various schools in the PRC Mainland. Since the outbreak of the COVID-19 pandemic in the PRC Mainland, followed globally in mid-January 2020, there was substantial disruption in the general social and commercial activities in the PRC Mainland. The business segment and its respective operations were inevitably affected. Due to the mandatory measures imposed by the relevant departments, schools and training organisations were suspended during most of the time in the Current Period, this business segment only managed to contribute

approximately HK\$0.8 million to the Group's revenue compared to nil in the Previous Period as this business segment was not commenced in the Previous Period. With the the effective controls on social distancing in the PRC Mainland, certain mandatory measures on social lock down and distancing were uplifted by phases in mid-2020 and hence certain schools and training organisations could resume lectures and courses by stages. We hope that more lectures and courses could be resumed by our business alliances as the COVID-19 pandemic to be further controlled by the PRC Government. ”

“Outlook

In view of the current social and economic challenges encountered in the PRC Mainland and globally, the Group believed that the strategies to explore appropriate new business and regional markets in order to mitigate overall business risks is the proper approach for sustainable operation. We hope the business segment in the provision of education management in the PRC Mainland which was introduced in the second half of 2019 will provide positive contribution to the Group, while COVID-19 pandemic in the PRC Mainland remains stable and controlled. The business segments of sales of metal and money lending requires cautious assessment. The Group will continue to explore further opportunities to strengthen business and market presence in our segment of provision of education management as well as to manage our businesses of sales of metal and money lending on a cautious and prudent basis. All in all, the Group will continue to strive for balance in further developing existing business model whereas securing the return and value of the shareholders of the Company as a whole.

Save as disclosed above, all other information in the Announcement shall remain unchanged.

By Order of the Board
Loco Hong Kong Holdings Limited
Wang Wendong
Chairman and Chief Executive Officer

Hong Kong, 12 August 2020

As at the date of this announcement, the executive Directors are Mr. Wang Wendong and Mr. Fung Chi Kin; and the independent non-executive Directors are Mr. Zhou Tianshu, Ms. Wu Liyan and Ms. Wong Susan Chui San.

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, 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 at www.hkgem.com for at least 7 days from the date of its publication and will be available on the Company's website at www.locohkholdings.com.