中國海洋集團
CHINA OCEAN GROUP
DEVELOPMENT LIMITED

China Ocean Group Development Limited
中國海洋集團發展有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 8047)

PROFIT WARNING

This announcement is made by China Ocean Group Development 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 under the GEM Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the 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 assessment of the unaudited consolidated management accounts of the Group for the nine months ended 31 December 2020 (the "Relevant Period") and other information currently available to the Board, the Group expected to record a significant decrease in revenue for the nine months ended 31 December 2020 of approximately 24% as compared to approximately HK$625 million for the corresponding period in 2019. The Group is further expected to record a loss attributable to equity holders of approximately HK$6 million for the nine months ended 31 December 2020 as compared to a profit of approximately HK$18 million recorded in the corresponding period in 2019.

The Board considers that the significant decrease in revenue and the loss attributable to equity holders was mainly attributable to the outbreak of the novel coronavirus (COVID-19) and the relevant anti-epidemic measures, including but not limited to, the increased hygiene and sanitary inspections, especially for aquatic and food products, at the ports of relevant state departments in Mainland China. As a result, it has prolonged the time required for customs clearance, and led to a surge in the mortality rate of fresh seafood products and the spoilage of chilled seafood products. As such, it has adversely affected the Company's operations resulting in a decrease in the revenue for the first to third quarters and a loss attributable to equity holders during the Relevant Period. Nevertheless, the Group had also implemented cost-saving measures and streamline the Company's administrative procedures to decrease operating expenses during the Relevant Period.

The information contained in this announcement is only based on a preliminary assessment of the unaudited consolidated management accounts of the Group for the nine months ended 31 December 2020, which have not been audited or reviewed by the Company's independent auditor or the audit committee of the Company, and is subject to possible adjustments upon further review. The Company is still in the process of finalising its third quarterly results for the nine months ended 31 December 2020 which is expected to be published on 8 February 2021.

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

By order of the Board
China Ocean Group Development Limited
Liu Rongsheng
Chairman and Executive Director

Hong Kong, 1 February 2021

As at the date of this announcement, the executive Directors are Mr. Liu Rongsheng, Mr. Fan Guocheng and Ms. Wei Qing; the non-executive Directors are Mr. Lui Chun Pong and Mr. Cai Haiming; independent non-executive Directors are Mr. Kam Hou Yin, John, Mr. Lam Man Hing and Mr. Li Cao.