DADI INTERNATIONAL GROUP LIMITED
大地國際集團有限公司
(Incorporated in the Cayman Islands and continued in Bermuda with limited liability)
(Stock Code: 8130)

PROFIT WARNING

This announcement is made by Dadi International Group 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 of Hong Kong Limited and Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board ("**Board**") of directors ("**Directors**") of the Company wishes to inform shareholders and potential investors of the Company that, based on a preliminary review and assessment of the unaudited management accounts of the Group by the management for the year ended 31 March 2021 ("**FY2021**") and information currently available, it is expected that the Group will record a loss for the year of not more than HK$200 million for FY2021 as compared to profit for the year of approximately HK$92 million for the year ended 31 March 2020.

The turnaround from profit to loss for FY2021 was mainly due to a significant decrease in the revenue and gross profit of the Group for FY2021 as a result of a prolonged duration required for supplying library books to secondary and primary schools under the impact of the COVID-19 pandemic, as well as the increase in the administrative expense arisen from the payment of certain management costs incurred in respect of its book distribution business. Further, owing to the overall impact of the COVID-19 pandemic on the economy as well as the business activities of a number of industries (including but not limited to the film production and distribution industry), the Group reviewed the circumstances pertaining to its trade and other receivables and deposits, deposit for film production and deposit for purchase of film rights, and recognised an impairment loss of not more than HK$150 million for FY2021 in accordance with the Hong Kong Financial Reporting Standards.

As the Company is still in the process of preparing and finalising the annual results of the Group for FY2021 (the "**Annual Results**"), the information contained in this announcement is based on information currently available to the Group and after preliminary review and assessment of the unaudited management accounts of the Group by the management. The financial information of the Group for FY2021 are being audited by the Company's independent auditors. Details of the financial information of the Group will be disclosed in the Annual Results, which is expected to be published by the end of June 2021.

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

By order of the Board
Dadi International Group Limited
FU Yuanhong
Chairman

Hong Kong, 10 June 2021

As at the date of this announcement, the Board comprises of three executive Directors, namely Mr. Qu Zhongrang, Mr. Fu Yuanhong and Mr. Wu Xiaoming, two non-executive Directors, namely Mr. Ju Mengjun and Mr. Zhang Xiongfeng, and three independent non-executive Directors, namely Dr. Zhang Wei, Mr. Law Yui Lun and Dr. Jin Lizuo.

This announcement, for which the directors of the Company collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the GEM of The Stock Exchange of Hong Kong Limited 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 day of its posting and the Company's website at http://www.dadi-international.com.hk.