SUN KONG HOLDINGS LIMITED
申港控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8631)

PROFIT WARNING

This announcement is made by Sun Kong Holdings Limited (the "**Company**", together with its subsidiaries, collectively 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 of the Company (the "**Directors**") wishes to inform the shareholders of the Company and potential investors that, based on a preliminary review of the unaudited consolidated management accounts of the Group for the year ended 31 March 2021, the Group is expected to record a net loss of not less than HK$7.0 million for the year ended 31 March 2021 as compared to a net profit of HK$1.7 million for the year ended 31 March 2020.

Since the beginning of 2020, economic contraction caused by the outbreak of the novel coronavirus pandemic has led to significant fluctuations in the price of crude oil. Reinforced customs clearance arrangements between mainland China and Hong Kong seriously affected cross-border transportation. As a result, market demand for diesel oil from the logistics sector was reduced. Although the Group offered competitive pricing to maintain sales volume amidst an incredibly difficult trading environment, decline in gross profit margin and continuous increase in operating costs contribute to a net loss.

The Company is still in the course of finalising its audited consolidated financial results of the Group for the year ended 31 March 2021. 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 2021 and the information currently available to the Company.

Such information has neither been confirmed nor audited by the independent auditor of the Company or the audit committee of the Company and may be subject to changes. Shareholders of the Company and potential investors are advised to refer to the annual results of the Group for the year ended 31 March 2021, which is expected to be published on 22 June 2021.

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

By Order of the Board
Sun Kong Holdings Limited
Law Ming Yik
Chairman and executive Director

Hong Kong, 11 June 2021

As at the date of this announcement, the executive Directors of the Company are Mr. LAW Ming Yik (chairman) and Mr. LI Isaiah (chief executive officer); and the independent non-executive Directors of the Company are Mr. FENN David, Mr. WONG Ka Chun, Matthew and Mr. HO Cheung Kong.