

*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.*



## **MERDEKA FINANCIAL GROUP LIMITED**

### **領智金融集團有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 8163)**

### **PROFIT WARNING**

This announcement is made by Merdeka Financial 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 the GEM (the “**GEM Listing Rules**”) of The Stock Exchange of Hong Kong Limited and the Inside Information Provisions (as defined in 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 “**Director(s)**”) of the Company wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that the Group is expected to record a net loss in a range of HK\$8 million to HK\$10 million for the six months ended 30 June 2021 (the “**2021 Q2**”) as compared to the net loss of approximately HK\$79.3 million for the six months ended 30 June 2020 (the “**2020 Q2**”). The net loss was mainly attributable to (i) the absence of reversal of impairment loss on other receivables of approximately HK\$9.0 million; (ii) the absence of impairment loss on finance lease receivables of approximately HK\$78.0 million; and (iii) a decrease in gross profit of approximately HK\$6.2 million due to the prolonged adverse effect on economy brought by the constant spread of COVID-19 that the value and volume of transactions in financial services business and corporate consulting business segments was slightly reduced. Should the reversal of impairment loss on other receivables and impairment loss on finance lease receivables be excluded, the net loss of the Group for the six months ended 30 June 2020 would be approximately HK\$10.2 million, the net loss for the 2021 Q2 in a range of HK\$8 million to HK\$10 million represented a slightly decrease as compared to the net loss of approximately HK\$10.2 million for the 2020 Q2.

The information contained in this announcement represents only a preliminary assessment by the Board based on information currently available including the unaudited consolidated management accounts of the Group for the 2021 Q2, which have not been reviewed by the audit committee of the Company. As at the date of this announcement, the Company is in the process of finalising the financial results of the Group for the 2021 Q2, and such results are subject to necessary adjustments.

**Shareholders and potential investors are advised to read carefully the Company's announcement of the 2021 Q2 which is expected to be published on or around 13 August 2021.**

By order of the Board  
**MERDEKA FINANCIAL GROUP LIMITED**  
**Wong Hin Shek**  
*Chairman and Chief Executive Officer*

Hong Kong, 6 August 2021

*As at the date of this announcement, the executive Directors are Mr. Wong Hin Shek (Chairman and Chief Executive Officer), Mr. Cheung Wai Yin, Wilson and Ms. Tsang Kwai Ping, the independent non-executive Directors are Ms. Ng Ka Sim, Casina, Mr. Wong Wing Kit and Ms. Yeung Mo Sheung, Ann.*

*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 GEM website at <http://www.hkgem.com> on the "Latest Listed Company Information" page for at least seven days from the day of its publication and posting and will be published and remains on the website of the Company at <http://www.merdeka.com.hk>.*