AP RENTALS HOLDINGS LIMITED
亞積邦租賃控股有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1496)

PROFIT WARNING

This announcement is made by AP Rentals Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

As stated in the Company's announcement (the "**Announcement**") of interim results for the six months ended 30 September 2016 ("**1H2017**") dated 29 November 2016, the net profit attributable to owners of the Company declined by approximately 67% from approximately HK$18.5 million for the six months ended 30 September 2015 ("**1H2016**") to approximately HK$6.1 million in 1H2017. After adjusting the listing expenses of approximately HK$1.1 million in 1H2017 and approximately HK$7.9 million in 1H2016, the Group would have recorded net profit of approximately HK$7.2 million in 1H2017 as compared to that of approximately HK$26.4 million in 1H2016, representing a decline of about 73%. It was further stated in the Announcement that the Group expected the short-term outlook of the equipment rental market to remain uncertain and the rental rates and prices would continue to be driven down due to unexpected delay in certain major infrastructure projects in Hong Kong and weak customer demand.

The board of directors of the Company (the "**Board**") wishes to inform shareholders of the Company and potential investors that the equipment rental market has not been improved since 1H2017 and the Group continued to operate under difficult market conditions. Based on the latest review of the unaudited management accounts (the "**December Management Accounts**") of the Group for the nine months ended 31 December 2016 ("**9M2017**"), the Group's unaudited net profit in 9M2017 has recorded a significant decline of about 57% as compared with that for the nine months ended 31 December 2015 ("**9M2016**") mainly due to the factors as discussed in the section headed "Management Discussion and Analysis" of the Announcement. After adjusting the listing expenses in each period, the Group's net profit in 9M2017 would have recorded a significant decline of about 70%, which is similar to the decline experienced by the Group in 1H2017.

Given the current market conditions, the Group does not expect that its results will substantially improve in the remaining months for the year ending 31 March 2017 ("**FY2017**"). With reference to the December Management Accounts and based on the

* *For identification purposes only*

information currently available, in the event that the results of the Group does not improve in the remaining months of FY2017, the Group is expected to record a significant decline in the net profit for FY2017 as compared with that for the year ended 31 March 2016.

The information contained in this announcement is only based on a preliminary assessment by the Board with reference to the December Management Accounts and the information currently available to the Company. Such information has not been audited or reviewed by the Company's auditors. Further details of the Group's performance for FY2017 will be disclosed in the annual results announcement of the Company, which is expected to be published before the end of June 2017 in accordance with the Listing Rules.

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

By order of the Board
AP Rentals Holdings Limited
Lau Pong Sing
Chairman and Executive Director

Hong Kong, 9 February 2017

As at the date of this announcement, the Board comprises two executive directors, namely Mr. Lau Pong Sing and Ms. Chan Kit Mui, Lina, one non-executive director, namely Mr. Kitagawa Ken and three independent non-executive directors, namely Mr. Ho Chung Tai Raymond, Mr. Siu Chak Yu and Mr. Li Ping Chi.