首長四方（集團）有限公司*

SHOUGANG CONCORD GRAND (GROUP) LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 730)

PROFIT WARNING

This announcement is made by Shougang Concord Grand (Group) Limited (the "Company", 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 in the Listing Rules) of Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong).

The board of directors of the Company (the "Board") wishes to inform the shareholders of the Company (the "Shareholders") and potential investors that, based on preliminary assessment of the Board with reference to the unaudited consolidated management accounts of the Company for the financial year ended 31 December 2016 and other information currently available to the Board, the results of the Group for the financial year ended 31 December 2016 is expected to decline significantly as compared with that for the year 2015. The loss attributable to the Shareholders for the financial year ended 31 December 2016 will increase to approximately HK$82 million from approximately HK$55 million last year. Such adverse change is primarily attributable to the following factors:

(1) The Group would record an impairment loss of approximately HK$43 million on its interests in an associate for the financial year ended 31 December 2016 whereas no such loss has been made for the financial year 31 December 2015; and

(2) The Group would record a share of loss from an associate for the financial year ended 31 December 2016 as compared to a share of profit from the associate for the financial year ended 31 December 2015.

On the other hand, the Group would record an impairment loss of approximately HK$44 million on the finance lease receivables of South China International Leasing Company Limited, a non-wholly owned subsidiary of the Company for the financial year ended 31 December 2016 as compared to the impairment loss on finance lease receivables of approximately HK$82 million for the financial year ended 31 December 2015.

The Group's final results for the financial year ended 31 December 2016 are still under review and subject to finalization and confirmation by the auditor of the Company as well as approvals of the audit committee of the Company and the Board at the respective meetings to be held in late March 2017. The final results announcement of the Group for the financial year ended 31 December 2016 will be published in late March 2017.

Further announcements will be made by the Company if there is any significant change in the expected financial results of the Group as disclosed in this announcement.

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

By Order of the Board
Shougang Concord Grand (Group) Limited
Li Shaofeng
Chairman

Hong Kong, 16 March 2017

As at the date of this announcement, the Board comprises Mr. Li Shaofeng (Chairman), Mr. Xu Liang (Managing Director), Mr. Wang Tian (Deputy Managing Director), Mr. Yang Junlin (Deputy Managing Director), Mr. Yuan Wenxin (Deputy Managing Director), Mr. Leung Shun Sang, Tony (Non-executive Director), Mr. Tam King Ching, Kenny (Independent Non-executive Director), Ms. Zhou Jianhong (Independent Non-executive Director) and Mr. Yip Kin Man, Raymond (Independent Non-executive Director).

***** *For identification purpose only*