Yuk Wing Group Holdings Limited
煜榮集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1536)

ANNOUNCEMENT

PROFIT WARNING

This announcement is made by Yuk Wing Group Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to the inside information provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The board of directors (the "**Board**") of the Company 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, the Group expects to record a decrease of over 50% in net profit for the six months ended 30 September 2017 (the "**Reporting Period**") as compared to the amount of net profit (as adjusted by adding back one-off listing expenses incurred in connection with the listing of the Company's shares on the Main Board of The Stock Exchange of Hong Kong Limited) during the same period of 2016. Based on the information currently available to the Board, the decrease in the net profit for the Reporting Period was mainly attributable to the decreases in revenue and gross profit for the Group as compared to the amounts during the same period of 2016, respectively. The decrease in revenue of over 30% was mainly due to the continued delay in funding approvals for construction jobs in Hong Kong by the Legislative Council of Hong Kong, leading to a low level of construction activities and available projects during the Reporting Period, resulting in a lower than expected demand of our products. The decrease in overall gross profit margin was mainly attributable to the low level of construction activities in Hong Kong as mentioned above, which has exerted pressure on the price of the products as a result of the lower bidding project price and keen competition in the industry.

The Company is in the process of finalising the interim results of the Group for the six months ended 30 September 2017. The information contained in this announcement is only a preliminary assessment made by the Board based on the unaudited consolidated management accounts of the Group and the information currently available to the Board, and such management accounts have not been confirmed or audited by the Company's auditors. Shareholders of the Company and potential investors are advised to read carefully the details on the financial information of the Group to be disclosed in the interim results announcement of the Company, which is expected to be published in November 2017.

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

For and on behalf of the Board
Yuk Wing Group Holdings Limited
Leung Choi Chan
Chairman

Hong Kong, 17 November 2017

As of the date of this announcement, the Board of the Company comprises four Executive Directors namely, Mr. Leung Choi Chan, Mr. Kin Choi Chan, Mr. Tat Choi Chan and Ms. Ning Liang; and three Independent Non-executive Directors namely, Mr. Lewis Chan, Mr. Chun Fung Lam and Mr. Lok Man Richard Sung.