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 year ended 31 December 2018 ("FY 2018") and other information currently available to the Board, it is expected that the Group would record a substantial increase in loss attributable to the owners of the Company for FY 2018 when compared to loss attributable to the owners of the Company recorded for the year ended 31 December 2017 of approximately HK$11.3 million. The substantial increase in loss for FY 2018 is primarily attributable to substantial increase in share of loss of an associate.

The Board also wishes to draw the attention of the shareholders and potential investors of the Company to the uncertainty as to whether there would be any impairment loss or reversal of impairment loss for FY 2018 to be recognised for the interest in an associate. In case impairment loss or reversal of impairment loss for the interest in an associate is to be recognised, this would further affect the financial performance of the Company for FY 2018.

The Company is still in the process of finalising its consolidated financial results for the FY 2018, which is still subject to review by the auditor of the Company and the audit committee as well as approval at the Board meeting to be held in March 2019. The annual results announcement of the Group for the year ended 31 December 2018 is currently planned to be published in late March 2019. 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
Xu Liang
Chairman

Hong Kong, 11 February 2019

As at the date of this announcement, the board of directors of the Company comprises Mr. Xu Liang (Chairman), Mr. Liu Dongsheng (Managing Director), Mr. Huang Donglin (Non-executive Director), Mr. Tam King Ching, Kenny (Independent Non-executive Director), Mr. Yip Kin Man, Raymond (Independent Non-executive Director), Mr. Fei Jianjiang (Independent Non-executive Director) and Mr. Wan Siu Wah, Wilson (Independent Non-executive Director).

* *For identification purpose only*