

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.



Xiezhong International Holdings Limited

協眾國際控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 3663)

PROFIT WARNING

This announcement is made by Xiezhong International 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 in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors (the “**Board**”) of the Company wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that, based on the preliminary review of the unaudited financial information of the Group for the six months ended 30 June 2019 (the “**Half-Year**”), the Group is expected to record a loss attributable to the equity shareholders of the Company of not less than RMB80 million for the Half-Year, representing an increase in loss of approximately 202% as compared to the loss of approximately RMB26.5 million for the six months ended 30 June 2018.

Based on information currently available to the Board, the expected loss for the Half-Year was mainly attributable to the provisions for doubtful debts of trade and other receivables and impairment loss of inventory and fixed assets, which were primarily caused by the increased credit risks of one customer of the Group. Based on the currently available information, the provisions for doubtful debts and impairment loss caused by that customer were not less than RMB50 million and RMB20 million respectively.

As at the date of this announcement, the Group is still in the process of finalising its unaudited consolidated interim results for the six months ended 30 June 2019. As such, this announcement is made solely on the basis of the preliminary assessment by the Board with reference to the information currently available to it, including the unaudited management accounts of the Group available for the time being, which have not been audited or reviewed by the Company's auditors, nor confirmed or reviewed by the audit committee of the Board. The Group's unaudited interim results for the six months ended 30 June 2019 are expected to be announced by the end of August 2019 in compliance with the Listing Rules.

Shareholders and potential investors should exercise caution when dealing in the securities of the Company.

By order of the Board
Xiezhong International Holdings Limited
Chen Cunyou
Chairman

Hong Kong, 15 August 2019

As at the date of this announcement, the Board comprises four executive Directors, namely Mr. Chen Cunyou, Mr. Ge Hongbing, Ms. Chen Xiaoting and Mr. Shen Jun; one non-executive Director, namely Mr. Huang Yugang; and four independent non-executive Directors, namely Mr. Lau Ying Kit, Mr. Cheung Man Sang, Mr. Zhang Shulin and Mr. Lin Lei.