A & S GROUP (HOLDINGS) LIMITED
亞洲實業集團(控股)有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 1737)

PROFIT WARNING

This announcement is made by A & S Group (Holdings) Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09 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 (the "**Board**") of directors (the "**Directors**") 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 for the four months ended 31 July 2019 and other information currently available to the Board, the Group is expected to record a net loss attributable to owners of the Company for the six months ending 30 September 2019 as compared with a net profit recorded for the corresponding period in 2018.

The Board considers that the aforesaid turnaround from profit to loss position was primarily attributable to (i) the decrease in overall cargo volume processed for both the air freight forwarding ground handling services and the air cargo terminal operating services for the four months ended 31 July 2019, both possibly due to the outbreak of trade war between the United States and China commenced in or around mid-2018, (ii) as the Group have to maintain a stable workforce to sustain its daily operation, the overall labour cost was not able to reduce immediately to the same extent as compared to the decrease in overall revenue and handling volume for its services under such uncertain trading environment, and (iii) the adversity in business environment resulted from the recent events in Hong Kong over the past two months.

The information contained in this announcement is only based on the Company's the latest preliminary unaudited consolidated management accounts of the Group for the four months ended 31 July 2019 and other information currently available, which have not been audited or reviewed by the Company's independent auditor or the audit committee of the Company.

The interim results announcement of the Company for the six months ending 30 September 2019 is expected to be announced by the end of November 2019. Shareholders of the Company and potential investors are advised to read the interim results announcement of the Company when it is published.

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

By order of the Board
A & S Group (Holdings) Limited
Law Kwok Leung Alex
Chairman and Executive Director

Hong Kong, 20 September 2019

As at the date of this announcement, the Board comprises Mr. Law Kwok Leung Alex, Mr. Law Kwok Ho Simon and Mr. Chiu Tat Ting Albert as executive Directors; and Mr. Ho Chun Chung Patrick, Mr. Iu Tak Meng Teddy and Mr. Kwan Ngai Kit as independent non-executive Directors.