新源萬恒控股有限公司
New Provenance Everlasting Holdings Limited

(Incorporated in Bermuda with limited liability)
(Stock Code: 2326)

INSIDE INFORMATION
EXPECTED DECREASE IN LOSS FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2019

This announcement is made by New Provenance Everlasting 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 under 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 management accounts of the Group for the six months ended 30 September 2019, it is anticipated that there will be a loss attributable to owners of the Company for the six months ended 30 September 2019, representing a decrease by approximately 55% to 65% as compared to the loss attributable to owners of the Company of HK$56,142,000 for the corresponding period in 2018. The expected decrease in loss attributable to owners of the Company is mainly attributable to:

(a) the foreign exchange gain for the six months ended 30 September 2019 arising from exposure to foreign exchange risk mainly related to Renminbi and the United States dollars as compared to foreign exchange loss for the corresponding period in 2018;

(b) the decrease in finance costs due to the decrease in bills discount charge as a result of the reduced use of letter of credit by the Group in its sourcing and sale of metal minerals and related industrial materials business;

(c) the decrease in administrative expenses due to the cost control measures implemented by the management; and offset by

(d) the decrease in revenue and gross profit owing to the unfavorable global economic uncertainty in sourcing and sale of metal minerals and related industrial materials business.

As the Company is still in the process of finalizing the interim results of the Group for the six months ended 30 September 2019, the information contained in this announcement is only a preliminary assessment by the Board based on the preliminary review of the unaudited management accounts of the Group and the information currently available to the Board, which have neither been reviewed by the audit committee of the Company nor audited or reviewed by the Company's auditor. Shareholders and potential investors are advised to read carefully the interim results announcement of the Company for the six months ended 30 September 2019, which is expected to be published by the end of November 2019.

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

By Order of the Board
Sin Lik Man
Chairman and Chief Executive Officer

Hong Kong, 8 November 2019

As at the date of this announcement, the Board comprises Mr. Sin Lik Man (Chairman and Chief Executive Officer) as Executive Director, Mr. Zheng Gang and Ms. Sun Di as Non-executive Directors, and Mr. Chan Kwong Fat, George, Mr. Siu Hi Lam, Alick, Dr. Ng Tze Kin, David and Dr. Liu Yongping as Independent Non-executive Directors.