Milestone Builder Holdings Limited
進 階 發 展 集 團 有 限 公 司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 1667)

PROFIT WARNING

This announcement is made by Milestone Builder Holdings Limited (the "Company" and 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 and potential investors that, based on the preliminary assessment of the information currently available to the Board, including the unaudited consolidated management accounts of the Group for the six months ended 30 September 2019, the Group's unaudited consolidated net profit for the six months ended 30 September 2019 is expected to decrease by more than 90% as compared with the six months ended 30 September 2018. Such decrease in net profit for the six months ended 30 September 2019 is mainly attributable to:

1. Certain projects with relatively larger initial contract sum were completed or substantially completed during the period and contributions in revenue by such projects were reduced;

2. Decrease in awarded projects in both public and private sectors, due to the negative effect arose from social events, political disputes and the overall economic depression in Hong Kong; and

3. Unexpected prolonged period of inspection of work done and certification of payments caused deterioration in project cash flows and increase in finance costs.

Despite the above-mentioned, the Board believes that the Group's overall financial position is still healthy. The Group will continue to make concerted efforts in achieving effective cost control on projects, strengthening project management teams and taking competitive pricing approach in order to secure new project.

The Company is still in the process of finalising the interim results of the Group for the six months ended 30 September 2019. The information contained in this announcement is only based on the preliminary assessment made by the management of the Group, with reference to the information currently available, including the draft unaudited consolidated management accounts of the Group for the six months ended 30 September 2019, which have not been reviewed by the audit committee of the Company and are subject to adjustment.

The finalized unaudited interim results of the Group for the six months ended 30 September 2019 are expected to be published on 28 November 2019.

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

By Order of the Board
Milestone Builder Holdings Limited
Leung Kam Fai
Chairman and Executive Director

Hong Kong, 22 November 2019

As at the date of this announcement, the Board of Directors of the Company comprises Mr. Leung Kam Fai and Mr. Lam Ka Ho as executive Directors; Mr. Keung Kwok Hung, Mr. Fong Man Fu Eric, Ms. Lau Suk Han Loretta and Mr. Wong Chun Tai as independent non-executive Directors.