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江山控股
KongSun Holdings

KONG SUN HOLDINGS LIMITED

江 山 控 股 有 限 公 司

(Incorporated in Hong Kong with limited liability)

(Stock Code: 295)

PROFIT WARNING

This announcement is made by Kong Sun Holdings Limited (the "**Company**", and together with its subsidiaries, the "**Group**") pursuant to the Inside Information Provisions (as defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**")) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and Rule 13.09 of the Listing Rules.

The board of directors (the "**Director(s)**") of the Company (the "**Board**") wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors of the Company that, based on the preliminary review of the Group's unaudited consolidated management accounts for the year ended 31 December 2019, the Group is expected to record a net loss of not less than approximately RMB490,000,000 for the year ended 31 December 2019 as compared to the net profit of approximately RMB15,415,000 for the year ended 31 December 2018.

Based on the information currently available, the expected net loss was mainly attributable to, among other things, (i) the one-off loss on disposal of subsidiaries of not less than approximately RMB45,000,000 for the year ended 31 December 2019, (ii) the one-off impairment loss of not less than approximately RMB310,000,000 on a disposal group classified as held for sale related to the very substantial disposals of nine project companies and 定邊縣昂立光伏科技有限公司 (Dingbian Angli Solar Power Technology Co., Limited*), the agreements of which were entered into on 15 November 2019 and 5 December 2019, respectively, and the details were disclosed in the circular of the Company dated 6 January 2020; and (iii) the increase in finance costs of not less than approximately RMB110,000,000 incurred for the year ended 31 December 2019 compared to the corresponding period in 2018.

The Company is still in the process of finalising the annual results of the Group for the year ended 31 December 2019. The information contained in this announcement is only a preliminary assessment by the management of the Company based on information currently available to the Company, and is not based on any figure or information which has been audited or reviewed by the independent auditors of the Company nor approved by the audit committee of the Company. The actual results of the Group for the year ended 31 December 2019 may be different from the financial information disclosed herein.

Shareholders and potential investors of the Company are advised to read carefully the annual results announcement of the Company for the year ended 31 December 2019, which is expected to be published before the end of March 2020. Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board
Kong Sun Holdings Limited
Mr. Jin Yanbing
Executive Director

Hong Kong, 17 January 2020

As at the date of this announcement, the Board comprises two executive directors, namely, Mr. Jin Yanbing and Mr. Deng Chengli, three non-executive directors, namely, Mr. Wu Tak Kong, Mr. Wang Ke and Mr. Jiang Hengwen, and four independent non-executive directors, namely, Mr. Miu Hon Kit, Mr. Chen Kin Shing, Ms. Wang Fang and Ms. Wu Wennan.

* *For identification purposes only*