Sheen Tai Holdings Group Company Limited
順泰控股集團有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock code: 01335)

PROFIT WARNING
SUPPLEMENTAL ANNOUNCEMENT

This announcement is made by Sheen Tai Holdings Group Company 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 under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Reference is made to the profit warning announcement of the Company dated 31 January 2020 (the "**Preliminary Profit Warning**"). It was disclosed in the Preliminary Profit Warning that the Group expected to record a substantial increase in loss attributable to the equity owners of the Company for the year ended 31 December 2019 (the **"Reporting Period**") as compared with the corresponding period in 2018.

Further to the Preliminary Profit Warning, the board of directors (the"**Board**") of the Company now wishes to update the shareholders of the Company and potential investors that, based on the Group's unaudited consolidated management accounts for the Reporting Period (which have not been confirmed, reviewed or audited by the Company's auditors or audit committee as at the date of this announcement, and may be subject to adjustment) and other information currently available to the Group, the Group expects:

(i) to record a decrease in revenue not more than HK$45 million arising from the sales of sub-processing cigarette film segment of the Group during the Reporting Period; and

(ii) the decrease of gross profit not more than HK$40 million from the biaxially oriented polypropylene film ("**BOPP film**") during the Reporting Period, which is one of the principal business activities of the Group.

In addition, due to the recent outbreak of novel coronavirus pneumonia in mainland China and in Hong Kong, the Chinese government and the Hong Kong government respectively implemented travel restrictions and new border control measures to prevent the spread of the coronavirus, which in turn have impeded the Company and the Company's auditors from proceeding the accounting and audit work in schedule.

As a result, the amount of impairment expected to be made regarding property, plant and equipment of the Group during the Reporting Period is still uncertain as at the date of this announcement. The Company may publish further announcement in due course to update the shareholders of the Company in this regard.

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

By order of the Board
Sheen Tai Holdings Group Company Limited
Guo Yumin
Chairman

Hong Kong, 6 February 2020

As at the date of this announcement, the executive Directors are Mr. Guo Yumin, Ms. Xia Yu and Mr. Zeng Xiangyang and the independent non-executive Directors are Ms. Fan Qing, Mr. Lo Wa Kei, Roy and Mr. Fong Wo, Felix