NANYANG HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 212)

PROFIT WARNING

This announcement is made by **Nanyang Holdings Limited** (the "**Company**" and, together with its subsidiaries, the "**Group**") pursuant to Rule 13.09(2) 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 (Cap. 571, Laws of Hong Kong).

Based on the information currently available to the Company and preliminary assessment of the latest unaudited consolidated management accounts of the Group, the Board of Directors of the Company (the "**Board**") wish to advise shareholders and investors that the Group's profit attributable to equity holders for the year ended 31 December 2019 is anticipated to decline by more than 80% as compared to that for the corresponding period in 2018. The decrease is mainly attributable to the decrease in fair value of investment properties for the year ended 31 December 2019, as compared to the increase in fair value of investment properties in the corresponding period in 2018.

However, the Group's underlying profit attributable to equity holders, which excludes fair value change of investment properties and related tax effect, for the year ended 31 December 2019 is expected to increase more than 1.5 times as compared to that for the corresponding period in 2018. This is mainly due to better performance of the investment portfolios. In addition, the Group's other comprehensive income has recorded a substantial increase as compared to that for the corresponding period in 2018 as a result of the increase in the fair value of the financial assets at fair value through other comprehensive income.

The Company is still in the course of completing its consolidated financial results for the year ended 31 December 2019. The information contained in this announcement is only a preliminary assessment by the Board based on information currently available to it, which was neither reviewed nor audited by the Company's auditors. The above information may be subject to further adjustments. The Group's audited results for the year ended 31 December 2019 are expected to be published in late March of 2020.

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

By Order of the Board
Lee Sheung Yee
Company Secretary

Hong Kong, 17 March 2020

As at the date of this announcement, the Board comprises seven Directors as follows:-

Executive Directors:
Hung Ching Yung, JP *(Managing Director)*
Lincoln C. K. Yung, JP, FHKIB *(Deputy Managing Director)*
Jennie Chen *(Financial Controller)*

Non-Executive Director:
John Con-sing Yung

Independent Non-Executive Directors:
Rudolf Bischof *(Chairman)*
Robert T. T. Sze
Wong Chi Kwong Patrick