Strong Petrochemical Holdings Limited

海峽石油化工控股有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code : 852)

POSITIVE PROFIT ALERT

This announcement is made by the Company pursuant to Rule 13.09(2)(a) of the Listing Rules and the Inside Information Provisions under Part XIVA of the SFO.

The Board wishes to inform the Shareholders and potential investors that based on preliminary assessment of the management accounts of the Group by the Company's management (which have not been audited by the auditor of the Company), it is expected that the Group will experience a substantial increase in profit for the year ended 31 December 2019 as compared to the profit recorded for the year ended 31 December 2018.

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

This announcement is made by Strong Petrochemical 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 under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the "**SFO**").

The board of directors of the Company (the "**Board**") wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that based on the information currently available from the Group's management accounts (which have not been audited by the auditor of the Company), it is expected that the Group will experience a substantial increase in profit for the year ended 31 December 2019 as compared to the profit recorded for the year ended 31 December 2018, primarily attributable to the gain from the trading of crude oil and oil product related derivative financial instruments for hedging purpose, together with the increase in gross profit margin. Yet, such profit has been partially offset by the decrease of other gains in other gains and losses and the decrease in other income.

As the Company is still in the process of finalizing the results for the year ended 31 December 2019, the information contained in this announcement is only based on the preliminary assessment by the Company's management according to the unaudited management accounts of the Group, which are subject to finalization and other potential adjustments, if any, and have not been reviewed or confirmed by the auditors of the Group or the audit committee of the Board. Shareholders and potential investors of the Company should refer to the preliminary annual results announcement of the Group for the year ended 31 December 2019, which is expected to be published in late March 2020.

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

By order of the Board
STRONG PETROCHEMICAL HOLDINGS LIMITED
Wang Jian Sheng
Chairman

Hong Kong, 19 March 2020

As at the date of this announcement, the Board comprises two executive directors and three independent non-executive directors. The executive directors are Mr. Wang Jian Sheng and Mr. Yao Guoliang. The independent non-executive directors are Ms. Cheung Siu Wan, Dr. Chan Yee Kwong and Mr. Deng Heng.

* *For identification purpose only*