Affluent Foundation Holdings Limited
俊裕地基集團有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 1757)

PROFIT WARNING

This announcement is made by Affluent Foundation Holdings Limited (the "**Company**", and 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).

The board (the "**Board**") of directors (the "**Directors**") of the Company wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that, based on the current unaudited consolidated management accounts of the Group and the information currently available to the Board, the Group anticipates to report a net loss for the year ended 31 March 2020 (the "**Relevant Period**") as compared to that for the year ended 31 March 2019.

The expected loss was a combined result of:

(i) the decrease in revenue due to certain sizable projects which had been completed by the year ended 31 March 2019 and no longer contributed any revenue during the Relevant Period;

(ii) the outbreak of COVID-19 since January 2020 which has caused certain main contractors of the Group to postpone the schedule of resumption of work at work sites after the Chinese New Year. It has also caused the disruption in the supply of materials which has resulted in delay of site progress and increase in costs due to the prolonged need for maintaining the required site workforce; and

(iii) the postponement of commencement of a sizable new project under the instruction from the main contractor during the Relevant Period, resulting in slowing down work progress.

As the Company is still in the process of preparing and finalizing the Group's consolidated annual results for the year ended 31 March 2020, the information contained in this announcement is only based on a preliminary assessment made by the Board with reference to the current unaudited consolidated management accounts of the Group and the information currently available to the Board, and such information has not been audited or reviewed by the independent auditors of the Company and may be subject to change. Therefore, the actual results of the Group for the Relevant Period may differ from the information contained in this announcement.

Shareholders and potential investors are advised to refer to the details of the Group's financial results for the Relevant Period which is expected to be published by the late of June 2020.

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

By order of the Board
Affluent Foundation Holdings Limited
Chan Siu Cheong
Chairman

Hong Kong, 23 April 2020

As at the date of this announcement, the executive Directors are Mr. Chan Siu Cheong and Mr. Sin Ka Pong, and the independent non-executive Directors are Mr. Ho Chi Wai, Mr. Cheung Kwok Yan Wilfred and Mr. Lau Leong Ho.