Huasheng International Holding Limited
華 盛 國 際 控 股 有 限 公 司
（formerly known as Newtree Group Holdings Limited 友川集團控股有限公司）
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 1323)

PROFIT WARNING

This announcement is made by Huasheng International Holding 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, 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 of the Company that, based on the information currently available to the Company and preliminary review of the unaudited consolidated management accounts of the Group for the year ended 31 March 2020, the loss attributable to owners of the Company for the year ended 31 March 2020 (the "**Year**") is expected to increase by no less than approximately 200%, as compared to that of approximately HK$15.5 million for the year ended 31 March 2019.

The increase in loss for the Year is primarily due to (i) an increase in impairment loss on loan receivables; (ii) a non-cash impairment loss on goodwill and other intangible assets in relation to digital technology business and education business was recognised during the Year; and (iii) the outbreak of novel coronavirus epidemic which has a negative impact on the result of the Group's various business segments.

All of the above are subject to the review of the Board and the audit committee of the Company together with the discussion with the Company's valuers and auditors.

As the Company is still in the process of finalising the results of the Group for the Year, the information contained in this announcement is only based on the Company's preliminary assessment of the unaudited consolidated management accounts of the Group, which have not been audited by the Company's auditors nor reviewed by the audit committee of the Company. Further details of the Group's financial information for the Year will be disclosed in the Company's audited annual results announcement, which are expected to be published in June 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
Huasheng International Holding Limited
Wong Wai Sing
Chairman and Executive Director

Hong Kong, 5 June 2020

As at the date of this announcement, the executive Directors are Mr. Wong Wai Sing, Mr. Chan Kin Lung and Mr. Wong Jeffrey; and the independent non-executive Directors are Mr. Kwok Kam Tim and Mr. Tso Ping Cheong, Brian.