珠江船務企業(股份)有限公司
Chu Kong Shipping Enterprises (Group) Co., Ltd.
(Incorporated in Hong Kong with limited liability)
(Stock code: 00560)

PROFIT WARNING

This announcement is made by Chu Kong Shipping Enterprises (Group) Company Limited (the "**Company**") and 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 in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors (the "**Board**") wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that, based on the preliminary review by the Board of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2020 (the "**Period**"), the profit of the Group for the Period has significantly decreased by approximately 85% to 95% as compared to the corresponding period in 2019.

The significant decrease in profit is mainly due to the COVID-19 epidemic that caused the government has temporarily closed the Guangdong-Hong Kong and Hong Kong-Macao cross-border waterway passenger terminals since late January 2020, which negatively affected the performance of cross-border passenger transportation and its related auxiliary businesses of the Group. In addition, a substantial gain from disposal of a property recorded by the Company in the same period last year is non-recurring in the Period.

Despite the foregoing, the performance of terminal navigation logistic business and New World First Ferry Services Limited, the company acquired by the Group on 4 May 2020, are relatively stable. The Group maintains a healthy cash flow and financial position to meet its business needs.

The information contained in this announcement is only based on the preliminary review of the Company's unaudited consolidated management accounts for the Period and information currently available to the Board, which have not been reviewed by the audit committee and auditors of the Company. Details of the Group's performance will be disclosed in the interim results announcement of the Group for the six months ended 30 June 2020, which is expected to be issued at or before the end of August 2020.

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

By Order of the Board
Chu Kong Shipping Enterprises (Group) Company Limited
Huang Liezhang
Chairman

Hong Kong, 14 July 2020

As at the date of this announcement, the Company's executive directors are Mr. Huang Liezhang, Mr. Wu Qiang, Mr. Chen Jie and Mr. Liu Wuwei; non-executive director is Ms. Zhong Yan; and independent non-executive directors are Mr. Chan Kay-cheung, Ms. Yau Lai Man and Mr. Chow Bing Sing.