Sunfonda Group Holdings

SUNFONDA GROUP HOLDINGS LIMITED
新豐泰集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 01771)

PROFIT WARNING

This announcement is made by Sunfonda Group Holdings Limited (the "**Company**", together with its subsidiaries, collectively the "**Group**") pursuant to the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong) (the "**SFO**") and Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**").

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 a preliminary assessment of the consolidated management accounts of the Group and other information currently available to the Board, the Group is expected to record a decrease of no more than 40% in the profit attributable to owners of the parent for the six months ended 30 June 2020 as compared to the six months ended 30 June 2019 (the "**Previous Period**"), while the profit attributable to owners of the parent for the Previous Period was RMB74,820,000.

The expected decrease in the profit attributable to owners of the parent for the six months ended 30 June 2020 was mainly due to (i) the impact of the outbreak of the COVID-19 pandemic (the "**Pandemic**") on Chinese economy at the beginning of 2020. The business operations of the Group was affected by the Pandemic and the subsequent prevention measures; and (ii) the impact of the complex global and domestic macroeconomic environment.

Shareholders and potential investors should note that the information set out in this announcement is based on a preliminary assessment by the Company based on the consolidated management accounts of the Group and other information currently available to the Board, which have not been audited or reviewed by the Company's auditors or reviewed by the audit committee of the Company. Details of the financial information for the six months ended

30 June 2020 to be disclosed in the interim results announcement of the Company (which is expected to be published by the end of August 2020) shall prevail. There may be differences between such information and the information set out above.

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

By Order of the Board
Sunfonda Group Holdings Limited
Mr. Wu Tak Lam
Chairman

17 July 2020

As at the date of this announcement, the Board comprises four executive Directors, namely, Mr. Wu Tak Lam, Ms. Chiu Man, Mr. Gou Xinfeng and Ms. Chen Wei; and three independent non-executive Directors, namely, Mr. Liu Jie, Mr. Song Tao and Dr. Liu Xiaofeng.