Planetree INTERNATIONAL 梧桐國際

Planetree International Development Limited
梧桐國際發展有限公司

(Incorporated in Bermuda with limited liability)

(Stock code: 00613)

UPDATE ON PROFIT WARNING

This announcement is made by Planetree International Development 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 in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong).

Reference is made to the Company's profit warning announcement dated 15 June 2020 (the "**Previous Announcement**"). Since the Previous Announcement, the board of directors (the "**Board**") of the Company further reviewed the latest unaudited consolidated management accounts of the Company and its subsidiaries for the six months ended 30 June 2020 (the "**Period**") and the information currently available, and wishes to provide the following update.

The Board wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that based on the preliminary assessment of the unaudited consolidated management accounts of the Group and the information currently available to the Board, the Group's loss for the Period is expected to increase from approximately HK$63 million as mentioned in the Previous Announcement to approximately HK$71 million. As mentioned in the Previous Announcement, the loss during the Period is primarily attributable to the fair value losses on financial assets held by the Group. The Board wishes to add that apart from such fair value losses for approximately HK$67 million, there was a sum of administrative expenses for approximately HK$24 million recorded during the Period in respect of share options and share awards granted by the Company during the Period after considering the preliminary assessment of the value of those share options conducted by an independent professional valuer. The aforesaid fair value losses and administrative expenses required for accounting purposes did not involve cash outlay from the Group. Before including such items, the Group recorded a profit of approximately HK$20 million generated by the Group's businesses during the Period plagued by the outbreak of the novel coronavirus.

The information contained in this announcement represents a preliminary assessment based on the information currently available to the Board and such information has not been confirmed or reviewed by the Company's auditors or the audit committee of the Company and may be subject to adjustments. Shareholders and potential investors are advised to read carefully the announcement of the Company in relation to the interim results of the Group for the six months ended 30 June 2020, which is expected to be published 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
Planetree International Development Limited
Man Wai Chuen
Executive Director

Hong Kong, 21 July 2020

As at the date of this announcement, the Board comprises the following directors:

Executive Directors:
Dr. Leung Wing Cheung, William
(Executive Chairman)
Mr. Lam Hiu Lo
Mr. Liang Kang
Ms. Cheung Ka Yee
Ms. Wong Sheun Fun, Estella
Mr. Man Wai Chuen

Non-Executive Director:
Mr. Kwong Kai Sing, Benny

Independent Non-Executive Directors:
Mr. Chan Sze Hung
Mr. Ha Kee Choy, Eugene
Mr. Zhang Shuang
Mr. Chung Kwok Pan