GOLIK HOLDINGS LIMITED

高力集團有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 1118)

POSITIVE PROFIT ALERT

This announcement is made by Golik Holdings 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 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 (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 a preliminary review of the Group's unaudited consolidated management accounts for the six months ended 30 June 2020 and information currently available to the Board, the Group expects to record an unaudited consolidated profit attributable to the Shareholders of not less than HK$20 million for the six months ended 30 June 2020 as compared to the unaudited consolidated loss attributable to the Shareholders of approximately HK$13.7 million for the same period in 2019.

The Board considers that the turnaround from the unaudited consolidated loss attributable to the Shareholders to an unaudited consolidated profit attributable to the Shareholders is mainly attributable to the following factors:-

1) better performance found in the Group's Building Construction Materials business as resulted from decrease in price loss from less steel commodity price fluctuation for the steel distribution operation and improvement of income for the ready mixed concrete operation with increase both in its sales price and volume; and

2) better result found in the Group's Metal Products business as contributed by better profit margin from steel wire rope products of the Tianjin operation and benefited from the effect of social insurance relief policy in Mainland China during the COVID-19 outbreak.

As the Company is still in the process of finalizing an unaudited consolidated interim results of the Group for the six months ended 30 June 2020, the information contained in this announcement is only based on the Board's preliminary assessment of the Group's unaudited consolidated management accounts which have not been reviewed by the audit committee of the Company, and may be subject to adjustments. Actual unaudited financial results of the Group to be published may be different from what have been contained in this announcement. The Company will announce its unaudited consolidated interim results for the six months ended 30 June 2020 by the end of August 2020 in compliance with the Listing Rules.

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

By Order of the Board
Golik Holdings Limited
Pang Tak Chung
Chairman

Hong Kong, 14 August 2020

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

Executive Directors:	Mr. Pang Tak Chung, Mr. Ho Wai Yu, Sammy, Ms. Pang Wan Ping and Mr. Lau Ngai Fai
Independent Non-executive Directors:	Mr. Yu Kwok Kan, Stephen, Mr. Chan Yat Yan and Mr. Lo Yip Tong

* *For identification purpose only*