

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



# 勒泰集團有限公司 LERTHAI GROUP LIMITED

*(Incorporated in Hong Kong with limited liability)*  
(Stock Code: 112)

## PROFIT WARNING

This announcement is made by the board of directors (the “**Board**”) of Lerthai Group Limited (the “**Company**”) and together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09(2)(a) 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 wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that, according to information available to the Company’s management, the Group is expected to record a net loss for the 6-month ended 30 June 2020 (“**1H2020**”) which compares to a net profit of approximately HK\$60.3 million for the corresponding period in 2019 (“**1H2019**”). It was mainly attributable to (i) the decrease in the sales of properties; (ii) the decrease in the rental income of the Group; and (iii) the expected fair value losses arising from revaluations of the Group’s investment properties as at 30 June 2020 based on draft valuation reports prepared by the independent professional valuers, owing to the property market decline caused by the outbreak of coronavirus (COVID-19) pandemic in early 2020. In contrast, the Group recorded fair value gains on investment properties of approximately HK\$168 million in the last corresponding period.

The information contained in this announcement is only based on the preliminary assessment by the Board with reference to the unaudited consolidated management accounts of the Group for 1H2020. Details of the Group’s performance will be disclosed in the interim results announcement of the Group for 1H2020 as soon as practicable 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  
**Lerthai Group Limited**  
**Yang Longfei**

*Chairman and Chief Executive Officer*

Hong Kong, 21 August 2020

*As at the date of this announcement, the Directors of the Company are:*

***Executive Directors***

*Mr. Yang Longfei*

*Ms. Zhang Yan*

***Non-executive Directors***

*Mr. Yang Shao Ming*

*Mr. Chan Ho Yin*

*Ms. Chi Lai Man Jocelyn*

***Independent non-executive Directors***

*Mr. Wong Hon Kit*

*Mr. Wong Tat Keung*

*Ms. Chan Lai Ping*