TLMC

Tak Lee Machinery Holdings Limited

德利機械控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2102)

POSITIVE PROFIT ALERT

This announcement is made by Tak Lee Machinery Holdings Limited (the "**Company**", 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 of directors of the Company (the "**Board**" or the "**Directors**") wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that, based on the Group's unaudited consolidated management accounts for the year ended 31 July 2020 and the information currently available to the Board, the net profit of the Group for the year ended 31 July 2020 is expected to increase by approximately 30% to 35% as compared to the net profit of the Group recorded for the corresponding period in 2019. The Board considers that (i) the increase was mainly attributed to the growth in the leasing business of the Group, which was driven by the demand arising from the commencement and progress of large-scale infrastructure and reclamation projects in Hong Kong such as the Three Runway System of the Hong Kong International Airport and the Tung Chung New Town Extension; and (ii) the Company was not materially and adversely affected by the outbreak of the Coronavirus Disease 2019 (COVID-19) during the year ended 31 July 2020.

As at the date of this announcement, the Company is still in the process of finalising the consolidated financial results of the Group for the year ended 31 July 2020. The information contained in this announcement is only based on a preliminary review on the relevant consolidated management accounts of the Group, which have neither been confirmed nor audited by the Company's independent auditor, nor reviewed by the audit committee of the Company. The announcement of the Group's audited consolidated financial results for the year ended 31 July 2020 is expected to be published on 20 October 2020.

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

By order of the Board
Tak Lee Machinery Holdings Limited
Chow Luen Fat
Chairman and Chief Executive Officer

Hong Kong, 8 October 2020

As at the date of this announcement, the executive Directors are Mr. Chow Luen Fat (chairman and chief executive officer), Ms. Liu Shuk Yee and Ms. Ng Wai Ying; the non-executive Director is Ms. Cheng Ju Wen; and the independent non-executive Directors are Sir Kwok Siu Man KR, Mr. Law Tze Lun and Dr. Wong Man Hin Raymond.