香港資源控股
HONG KONG RESOURCES HOLDINGS

HONG KONG RESOURCES HOLDINGS COMPANY LIMITED
香港資源控股有限公司

(Incorporated in Bermuda with limited liability and carrying on business in Hong Kong as HKRH China Limited)

(Stock code: 2882)

POSITIVE PROFIT ALERT

This announcement is made by Hong Kong Resources Holdings Company 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 (the "**Board**") of directors (the "**Directors**") of the Company wishes to inform the shareholders (the "**Shareholders**") of the Company and the potential investors that, based on the preliminary review of the unaudited consolidated management accounts of the Group for the six months ended 31 December 2020, the Group is expected to record a turnaround to profit attributable to owners of the Company of approximately HK$10 million for the six months ended 31 December 2020 as compared to a loss attributable to owners of the Company of approximately HK$38 million of the corresponding period in 2019.

Based on the information currently available, the expected turnaround profit was mainly attributable to (i) cost saving measures including but not limited to reduction in salary and rental expenses; (ii) receipt of subsidies under the Employment Support Scheme of Hong Kong Government; (iii) decrease in finance costs; (iv) exchange gain arising from the appreciation of the Renminbi; and (v) gains arising on change in fair value of the Group's convertible bonds.

The Company is still in the process of finalizing the interim results of the Group for the six months ended 31 December 2020. Information contained in this announcement is only based on the Board's preliminary review of the unaudited consolidated management accounts of the Group for the six months ended 31 December 2020. The interim results of the Group may be subject to adjustment following further review by the Board and the audit committee of the Company. Therefore, the actual results of the Group for the six months ended 31 December 2020 may be different from the information contain in this announcement. Shareholders of the Company and potential investors are advised to refer to the details of the Company's interim results announcement for the six months ended 31 December 2020, which is expected to be published by the end of February 2021.

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

By order of the Board of
Hong Kong Resources Holdings Company Limited
Li Ning
Chairman

Hong Kong, 9 February 2021

As at the date of this announcement, the Board comprises Mr. Li Ning (Chairman) and Ms. Dai Wei as executive Directors, Mr. Hu Hongwei as non-executive Director and Dr. Loke Yu alias Loke Hoi Lam and Mr. Fan, Anthony Ren Da as independent non-executive Directors.