隆基泰和智慧能源
LONGITECH SMART ENERGY

LONGITECH SMART ENERGY HOLDING LIMITED
隆基泰和智慧能源控股有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 1281)

POSITIVE PROFIT ALERT

This announcement is made by LongiTech Smart Energy Holding 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 under 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 is pleased to inform the shareholders of the Company (the "**Shareholders**") and potential investors that, based on the preliminary review of the unaudited consolidated management account of the Group for the year ended 31 December 2020 (the "**Year 2020**") and the information currently available to the Group, the Group is expected to record a net profit of approximately RMB0 to RMB10,000,000 attributable to owners of the Company in the Year 2020, while there was a net loss of approximately RMB264,522,000 attributable to owners of the Company for the year ended 31 December 2019 (the "**Year 2019**").

According to the information currently available to the Board, the Group's expected turnaround of profit in the Year 2020 is mainly attributable to, among others, the following factors: (i) the profit of the Group's principal business in the Year 2020 increased slightly compared with that in the Year 2019; and (ii) there was a substantial reduction in the amount of impairment losses on financial and contract assets made, which was approximately RMB3,000,000 in the Year 2020 compared with RMB316,169,000 in the Year 2019.

As the Company is still in the process of preparing and finalising the annual results for the Year 2020, the information contained in this announcement is only a preliminary assessment made by the Board and the Company's management based on a preliminary review of the unaudited consolidated management account of the Group for the year ended 31 December 2020 and the information currently available to the Group, which has not been audited nor confirmed by the auditors or the audit committee of the Company, and is subject to finalisation and adjustments. The results announcement for the Year 2020 of the Group is expected to be published in the end of March 2021.

The Shareholders and the potential investors of the Company should exercise caution when dealing in the shares of the Company.

By order of the Board
LongiTech Smart Energy Holding Limited
Wei Qiang
Chairman

Hebei, 11 March 2021

As at the date of this announcement, the executive Director is Mr. Wei Qiang, the non-executive Director is Mr. Wei Shaojun, and the independent non-executive Directors are Dr. Han Qinchun, Mr. Wong Yik Chung, John and Mr. Han Xiaoping.