

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.



FOURACE INDUSTRIES GROUP HOLDINGS LIMITED

科利實業控股集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1455)

POSITIVE PROFIT ALERT

This announcement is made by Fourace Industries Group 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 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**”) wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that, based on the preliminary review by the Board on the unaudited consolidated management accounts of the Group for the year ended 31 March 2021 and taking into account the information currently available to the Board, it is expected that the Group will record an increase of profit after tax of not less than 30% for the year ended 31 March 2021, as compared to a profit after tax of approximately HK\$43.4 million for the year ended 31 March 2020. The Board considers that the expected increase in profit after tax of the Group for the year ended 31 March 2021 is primarily attributable to: (i) the increase of revenue due to the increase in demand from the Japan market for the hair styling and beauty care products of the Group; and (ii) the decrease of listing expense recognised for the year ended 31 March 2021 (i.e. approximately HK\$7.0 million), as compared to that for the year ended 31 March 2020 of approximately HK\$12.9 million; which is partially offset by the increase of exchange loss from the appreciation of Renminbi in the second half of the year ended 31 March 2021.

As the Company is still in the process of finalizing the consolidated final results of the Group for the year ended 31 March 2021, the information contained in this announcement is only based on the information currently available to the Board and the preliminary review by the Board on the unaudited management accounts of the Group for the year ended 31 March 2021, which have not been reviewed or audited by the independent auditor and/or the audit committee of the Company. The actual financial results of the Group for the year ended 31 March 2021 may differ from the disclosure herein.

Shareholders and potential investors are advised to read carefully the announcement of the Company in relation to the results of the Group for the year ended 31 March 2021, which is expected to be published on or around 25 June 2021 in accordance with the requirements of 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
Fourace Industries Group Holdings Limited
Li Shu Yeh
Chairman and Chief Executive Officer

Hong Kong, 31 May 2021

As at the date of this announcement, the executive Directors are Mr. Li Shu Yeh, Ms. Li Sen Julian and Ms. Tang Suk Yee; and the independent non-executive Directors are Mr. Liu Kai Yu Kenneth, Mr. Leung Wai Chuen and Mr. Man Yun James.