TESSON HOLDINGS LIMITED
天臣控股有限公司
(Incorporated in Bermuda with limited liability)
(Stock Code: 1201)

PROFIT WARNING

This announcement is made by Tesson Holdings 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 (the "**Board**") of directors of the Company (the "**Directors**") hereby informs the shareholders of the Company and potential investors that based on a preliminary review of the unaudited management accounts of the Group, it is expected that the Group will record a net loss of approximately HKD250 million to HKD270 million for the six months ended 30 June 2021, compared to a net profit of approximately HKD49 million for the corresponding period in 2020.

The Board believes that the expected net loss for the six months ended 30 June 2021 is primarily attributable to (i) a substantially decline in revenue recognized from the Group's properties segment due to delay in delivery of residential units in the property project in Nanchang; (ii) write-off and impairment of property, plant and equipment, as well as inventory, as a result of a fire accident in the Group's production base in Weinan occurred in late June 2021 where there was no casualties in this accident; and (iii) impairment of trade and other receivables of the Group's Lithium Ion Motive Battery Business.

The information contained in this announcement is only a preliminary assessment by the management of the Company based on the unaudited management accounts of the Group for the six months ended 30 June 2021 and the information currently available, which have not been audited or reviewed by the auditor or the audit committee of the Company. The interim results of the Group for the six months ended 30 June 2021 are expected to be published on or before 31 August 2021 in accordance with the Listing Rules.

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

By order of the Board
Tesson Holdings Limited
Tin Kong
Chairman and Executive Director

Hong Kong, 23 August 2021

As at the date of this announcement, the Board comprises Mr. Tin Kong, Mr. Chan Wei, Ms. Cheng Hung Mui and Ms. Liu Liu as executive Directors, and Dr. Ng Ka Wing, Mr. See Tak Wah and Mr. Wang Jinlin as independent non-executive Directors