聯易融

Linklogis Inc.
聯易融科技集團

(A company controlled through weighted voting rights and incorporated in the Cayman Islands with limited liability)
(Stock Code: 9959)

PROFIT ALERT

This announcement is made by Linklogis Inc. (the "**Company**", and with its subsidiaries and consolidated affiliated entities, 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 "**SFO**").

The board of directors (the "**Board**") of the Company wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that based on the preliminary review of the unaudited consolidated management accounts of the Group for the six months ended June 30, 2021, the Group is expected to record an adjusted profit of approximately RMB150 million for the six months ended June 30, 2021 as compared to the adjusted profit of approximately RMB80 million for the six months ended June 30, 2020. Based on the information currently available, the Board considers that the expected increase in the adjusted profit was mainly due to the increase in gross profit margin as a result of the Group's optimized product mix.

The adjusted profit excludes fair value changes of financial liabilities measured at fair value through profit or loss, share-based compensation and listing related expenses so incurred during the relevant period in the respective years. Our fair value changes of financial liabilities measured at fair value through profit or loss arises primarily from the change in the carrying amounts of redeemable convertible preferred shares and the ordinary shares with preferential rights held by certain investors in connection with the pre-IPO investments.

Despite the increase in the adjusted profit as stated above, based on the preliminary review of the unaudited consolidated management accounts of the Group for the six months ended June 30, 2021 and the information currently available to the Board, the Group is expected to record a consolidated net loss attributable to the equity shareholders of the Company in the range of RMB13,030 million to RMB13,040 million for the six months ended June 30, 2021 as compared to that of approximately RMB290 million for the six months ended June 30, 2020, primarily attributable to (i) the significantly larger fair value changes of financial liabilities measured at fair value through profit or loss in relation to the redeemable convertible preferred shares and the ordinary shares with preferential rights held by certain investors of the Company before listing; (ii) the share-based compensation expense incurred in relation to the equity incentive plan approved and adopted by the Company on January 24, 2019, which was amended and restated on November 25, 2020; and (iii) the listing related expenses (collectively, the "**Adjusted Items**").

As disclosed in the prospectus of the Company dated March 26, 2021, the redeemable convertible preferred shares and the ordinary shares with preferential rights held by certain investors of the Company in connection with the pre-IPO investments are classified as financial liabilities measured at fair value through profit or loss and changes in such fair value may affect the financial performance of the Group.

The Company would like to emphasize that the potential impacts of the Adjusted Items should not be considered when assessing the operating results of the Group for the six months ended June 30, 2021 as the Adjusted Items are not expected to result in future cash payments that are recurring in nature and are not indicative of the Group's core results and business outlook. The Board wishes to highlight that the redeemable convertible preferred shares and the ordinary shares with preferential rights of the Company were automatically converted into Class B ordinary shares of the Company upon completion of the listing of the Class B ordinary shares of the Company on April 9, 2021. As such, the Group does not expect to recognize any further gains or losses on fair value changes from these redeemable convertible preferred shares and ordinary shares with preferential rights after listing.

The information contained in this announcement is only based on the Company's preliminary assessment with reference to the unaudited consolidated management accounts of the Group for the six months ended June 30, 2021 and is not based on the financial data or other information which has been audited or reviewed by the Company's independent auditor or the audit committee of the Board. The above data may therefore differ from the figures to be disclosed in the audited or unaudited consolidated financial statements to be published by the Group on an annual or half-yearly basis due to various uncertainties during the process of collecting such information. As such, the relevant figures are strictly for information only and not for any other purposes.

Shareholders and potential investors are advised not to place undue reliance on the information disclosed herein and are advised to exercise caution when dealing in the securities of the Company. Any Shareholder or potential investor who is in doubt is advised to seek advice from professional advisers.

By order of the Board
Linklogis Inc.
Song Qun
Chairman

Hong Kong, August 24, 2021

As at the date of this announcement, the Board of Directors of the Company comprises Mr. Song Qun as the Chairman and executive Director, Mr. Ji Kun and Ms. Chau Ka King as executive Directors, Mr. Lin Haifeng, Mr. Zhang Yuhan and Mr. Zhao Yongsheng as non-executive Directors, and Mr. Gao Feng, Mr. Tan Huay Lim and Mr. Chen Wei as independent non-executive Directors.