# Blue River Holdings Limited

*(Incorporated in Bermuda with limited liability)*

**(Stock Code: 498)**

## INSIDE INFORMATION
## PROFIT WARNING

This announcement is made by Blue River Holdings 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 and 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 on the draft unaudited consolidated management accounts of the Group for the six months ended 30 September 2021 (the "**Period**") and other information currently available to the Company, the Group is expected to record a loss attributable to Shareholders of approximately HK$1,016 million for the Period, as compared with a loss attributable to Shareholders of approximately HK$34 million for the corresponding period in 2020 (the "**Period 2020**").

Such expected increase in loss for the Period was mainly attributable to the net impact of fair value loss of investments in equity and debt instruments held for trading of approximately HK$1,065 million (after netting off relevant deferred tax credit of approximately HK$103 million from the fair value loss of approximately HK$1,168 million, which was previously disclosed in the Company's announcement dated 4 October 2021 (the "**Announcement**")), as compared with the fair value gain of approximately HK$273 million in the Period 2020.

As disclosed in the Announcement, the Group has already disposed of all of its investments in China Evergrande Group (stock code: 3333.HK), Evergrande Property Services Group Limited (stock code: 6666.HK) and China Evergrande New Energy Vehicle Group Limited (stock code: 0708.HK) in the open market, resulting in the Group's recognition of a realised loss of approximately HK$1,005 million for the year ending 31 March 2022, representing most of the fair value loss of approximately HK$1,168 million during the Period mentioned in the preceding paragraph.

The Company is still in the process of finalising the interim results of the Group for the Period. The information contained in this announcement is only based on the preliminary assessment by the Board on the draft unaudited consolidated management accounts of the Group for the Period and other information currently available to the Company, which have not been reviewed or audited by the Company's auditors and are subject to possible adjustments and amendments affected by a number of other factors, including but not limited to valuation of properties and other assets and consolidation of financial results of Paul Y. Engineering Group Limited ("**PYE**") from 1 June 2021 upon the assignment of 10% shareholder voting rights in PYE effective on 1 June 2021. The actual results of the Group for the six months ended 30 September 2021 may be different from what is disclosed in this announcement. Shareholders and potential investors are advised to read carefully the interim results announcement of the Company for the Period, which is expected to be published on 26 November 2021.

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

By Order of the Board

**Blue River Holdings Limited**

**HO Sze Nga**

*Company Secretary*

Hong Kong, 17 November 2021

*As at the date of this announcement, the Board comprises the following directors:*

*Executive Directors:*
Benny KWONG *(Chairman)*
AU Wai June
Marc TSCHIRNER
SAM Hing Cheong

*Independent Non-Executive Directors:*
LEUNG Chung Ki
MA Ka Ki
William GILES