BILLION INDUSTRIAL HOLDINGS LIMITED
百宏實業控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2299)

POSITIVE PROFIT ALERT

This announcement is made by Billion Industrial 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 (the "**Listing Rules**") and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

The board (the "**Board**") of directors of the Company wishes to inform the shareholders (the "**Shareholders**") of the Company and potential investors that, based on the latest available information and a preliminary review of the unaudited consolidated management accounts of the Group for the year ended 31 December 2021, the Group expects to record an increase in net profit attributable to owners of the Company by no less than 110% for the year ended 31 December 2021, as compared to the net profit attributable to owners of the Company for the year ended 31 December 2020. The increase was mainly due to (i) the increase in production capacity of the new production lines at our factory located in Jinjiang, which included polyester industrial yarns and polyester thin film production lines; and (ii) the increase in total sales volume and average selling price of polyester filament yarns and polyester thin films for the period from January 2021 to December 2021 as compared to the period from January 2020 to December 2020, resulting in a significant increase in our total revenue.

The information contained in this announcement is only based on the preliminary assessment made by the Board with reference to the information currently available to the Board, all of which are still subject to review and audit by the Company's auditor and internal review. Further, the information in this announcement is not based on any figures or information reviewed or approved by the audit committee of the Board. The Company is still in the process of finalizing the financial results of the Group for the year ended 31 December 2021, which are subject to possible adjustments upon further review. Shareholders and potential investors are advised to peruse the annual results announcement for the year ended 31 December 2021 which is expected to be published in March 2022.

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

By order of the Board of
Billion Industrial Holdings Limited
Sze Tin Yau
Co-chairman

Hong Kong, 17 February 2022

As at the date of this announcement, the Board comprises Mr. Sze Tin Yau and Mr. Wu Jinbiao as executive directors, Mr. Zhang Shengbai as non-executive director and Mr. Yu Wai Ming, Mr. Lin Jian Ming and Mr. Shih Chun Pi as independent non-executive directors.