中邦环境
ZONBONG ENVIRONMENT

ZONBONG LANDSCAPE Environmental Limited
中邦园林环境股份有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 1855)

PROFIT WARNING

This announcement is made by the board of directors (the "**Board**") of ZONBONG LANDSCAPE Environmental 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 under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The Board wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that based on a preliminary review of the unaudited consolidated management accounts of the Group (the "**Management Accounts**") for the year ended 31 December 2021 ("**FY2021**") and other information currently available to the Company, the Group is expected to record a decline in consolidated net profit of not more than approximately RMB45 million, representing a decrease of not more than approximately 65.3%, for FY2021 as compared to the audited consolidated net profit of approximately RMB68.9 million for the year ended 31 December 2020 ("**FY2020**"). Such expected decline in the consolidated net profit for FY2021 was mainly attributable to (i) the decrease in revenue due to the drop in revenue recognised from newly awarded projects during the year; (ii) the decrease in gross profit contribution from projects outside of the Jilin Province, Liaoning Province and Heilongjiang Province in the PRC; (iii) the increase in selling expenses due to an increase in marketing and bidding efforts for projects outside the Northeast China region; and (iv) the increase in impairment loss on trade and other receivables and contract assets.

The Company is still in the process of preparing the audited consolidated results of the Group for FY2021. The information above is only a preliminary assessment by the Board based on the information currently available to it and the Management Accounts which have neither been audited nor reviewed by the auditors of the Company or the audit committee of the Company and may be subject to amendments. The Shareholders and potential investors of the Company are advised to read carefully the Company's audited annual results announcement for FY2021, which is expected to be published in or around late March 2022 in compliance with the Listing Rules.

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

By order of the Board
ZONBONG LANDSCAPE Environmental Limited
Liu Haitao
Chairman and executive Director

Hong Kong, 10 March 2022

As at the date of this announcement, the Board of the Company comprises Mr. Liu Haitao as Chairman and executive Director, Mr. Wang Xudong and Ms. Wang Yan as executive Directors, Mr. Sun Juqing, Ms. Lyu Hongyan and Mr. Shao Zhanguang as non-executive Directors, and Mr. Gao Xiangnong, Mr. Yin Jun and Mr. Lee Kwok Tung Louis as independent non-executive Directors.