

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



CAFÉ DE CORAL HOLDINGS LIMITED

大家樂集團有限公司*

(Incorporated in Bermuda with limited liability)

Website: www.cafedecoral.com

(Stock Code: 341)

PROFIT WARNING

This announcement is made by Café de Coral Holdings 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 of directors of the Company (the “**Board**”) wishes to inform shareholders of the Company and potential investors that based on the preliminary assessment of information currently available to the Board, the Group expects to record profit attributable to shareholders of approximately HK\$20 million for the financial year ended 31 March 2022 (the “**Review Year**”) as compared to that of HK\$359.1 million for the financial year ended 31 March 2021 (the “**Previous Year**”).

The decline in the Group’s profit for the Review Year as compared to the Previous Year is mainly attributable to the following reasons:

- (1) The Group achieved stronger business and profit growth in Hong Kong and Mainland China with robust recovery momentum in the first three quarters of the Review Year. However, the outbreak of the fifth wave of the COVID-19 pandemic in Hong Kong in the last quarter brought serious disruptions to the Group’s operations and business.

As a result of the government’s dine-in restrictions during the fifth wave of the COVID-19 pandemic in Hong Kong and the intermittent closure of shops due to infections in our workforce during the period, the Group suffered cumulative loss of shop operating days in February and March 2022 and significant loss of sales during the period.

Our South China fast food business was also severely hit by the lockdown and restrictions due to the pandemic situation in Shenzhen and Zhuhai during March 2022, which adversely impacted sales revenue and network expansion progress in these regions during the period.

- (2) The Group recorded COVID-19 relief and subsidies of HK\$127.8 million from the government during the Review Year, compared to government's COVID-19 relief and subsidies totaling HK\$638.9 million recorded by the Group in the Previous Year.

The Company is still in the process of finalising the annual results of the Group for the Review Year. Information contained in this announcement is based on unaudited consolidated management accounts of the Group for the Review Year, which have not been reviewed or audited by the Company's auditor. Details of the Group's results for the Review Year shall be provided in the annual results announcement of the Company which is expected to be published around mid of June 2022.

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

By order of the Board
Lo Hoi Kwong, Sunny
Chairman

Hong Kong, 29 April 2022

As at the date of this announcement, the Board comprises Mr Lo Hoi Kwong, Sunny (Chairman), Ms Lo Pik Ling, Anita, Mr Chan Yue Kwong, Michael and Mr Hui Tung Wah, Samuel as non-executive directors; Mr Choi Ngai Min, Michael, Mr Li Kwok Sing, Aubrey, Mr Kwok Lam Kwong, Larry and Mr Au Siu Cheung, Albert as independent non-executive directors; and Mr Lo Tak Shing, Peter (Chief Executive Officer) and Mr Lo Ming Shing, Ian as executive directors.

* *For identification purposes only*